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Impact of the
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Policy Economics Group



**IMPACT OF THE
TAX REFORM ACT OF 1986
ON MONTANA RESIDENTS**

MONTANA STATE LEGISLATURE
1512 E. 6th AVE.
HELENA, MONTANA 59620

Submitted by

**Policy Economics Group
of
Peat, Marwick, Mitchell & Co.**

Submitted to

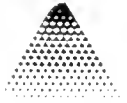
**the Revenue Oversight Committee of the
Montana State Legislature**

February 9, 1987



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INTRODUCTION

This report presents an assessment of the change in the federal and state tax liabilities of Montana residents that will result from the changes in federal personal income tax law contained in the Tax Reform Act of 1986.

The Tax Reform Act of 1986 represents a comprehensive restructuring of the federal individual income tax system. The new tax law will enlarge the tax base by eliminating or reducing a number of deductions and tax shelters, will increase the value of exemptions and standard deductions available to most taxpayers, and will reduce tax rates. Under the new tax law, there will be only two nominal tax rates, 15 percent and 28 percent.

This report is divided into three volumes. This first volume provides a description of the analysis undertaken and a summary of the results of that analysis. Appendix A presents the detailed results of the computer model simulations of changes in federal tax liability due to each major provision of the Tax Reform Act for Montana residents. Appendix B presents the detailed results of the computer model simulations of changes in Montana state tax liability that would automatically result from the federal tax changes.

This summary analysis is divided into six sections. The first section summarizes the methodology used by Policy Economics to develop the data base and model used for the analysis presented in this report. Section two compares the impact of the tax reform provisions covered in this report to the impact of the Tax Reform Act as a whole. Section three is a summary description of each of the major provisions of the new law analyzed in this report. The fourth section contains a description of the simulated behavioral changes expected from taxpayers in response to the tax law changes. The fifth section summarizes the results of the Policy

Economics' computer model simulations of federal income tax liabilities for Montana residents. The final section discusses the simulation results of changes in the Montana state personal income tax that are expected as a result of the federal tax law changes.

Appendix A and B of this report present the detailed computer simulation results of the analysis. Appendix A presents the federal tax liability results for Montana residents. Results are presented for 1987, 1988, and 1989, for the tax law as implemented in each of those years. Appendix B presents the corresponding state tax analysis for Montana residents, based on the assumption that Montana tax law remains unchanged. The same three years are covered.

In each part of Appendix A and B two tables are presented for each provision of the tax act. The first table shows the impact of that provision on tax liabilities. This table shows the effect of the provision on adjusted gross income, taxable income, and tax liability for each of nine income classes. The second table identifies, for each income class, the number of returns affected by that provision and the associated change in tax liability. This table disaggregates these results between taxpayers who do and do not itemize. This second table is omitted for any provisions that do not result in a change in tax liability.

All results are shown for a "Plan X" and a "Plan Y". Plan X shows the tax data for the base against which the effects of the specific provision being analyzed are measured. This base is current law for the first provision in the analysis (elimination of the dividend exclusion); the base is current law plus the effect of the first provision for measuring the effect of the second provision; and so forth, so that the effect of each provision is measured relative to the combined effect of all preceding provisions.



METHODOLOGY

The analysis presented in this report is based on computer simulation, of federal and state tax liability for Montana residents generated by Policy Economics' federal and state personal income tax model and data base.

The Policy Economics federal tax model is similar to the models that the Group's professionals helped develop for the Department of the Treasury and the U.S. Joint Committee on Taxation (JCT). In addition, the Policy Economics model has detailed state tax calculators that allow determination of tax liabilities, both under current law and given changes in either federal or state tax law. The Group's data base is similar to the one used by the Treasury and JCT, but has been enhanced with additional public use computer files and is therefore larger than the data base used by the Treasury.

The basic structure of the Policy Economics data base is derived from a statistical merger of a sample of Federal income tax returns and the Current Population Survey of the U.S. Census Bureau. The statistical procedures used in creating this data base were the same as those used by Policy Economics to assist in the preparation of the personal income tax data base currently used by the U.S. Department of the Treasury.

The tax return data are from the 1981 Statistics of Income (SOI) file that is generated annually by the Internal Revenue Service and were extrapolated to future year levels. This data file contains approximately 140,000 actual tax returns and is the data file that the U.S. Treasury Department has used as the primary data source for Treasury and Joint Tax Committee tax analyses. The returns in the file are a stratified, random sample



from all returns, and each return has a statistical weight indicating the number of returns it represents in the U.S. population.

Data from the 1983 Current Population Survey that were merged with the tax data are from a sample of approximately 70,000 records. These data include demographic information, nontax filer information, and information on nontaxable income sources not found on the Statistics of Income file. Like the tax data described above, the data in this large sample were statistically weighted to represent the entire U.S. population.

To merge these two large data files, a linear programming model was developed that matched the records on the files on the basis of comparable information found on both files. Such information includes income, marital status, family size, homeownership, and other items. The merging of these two files produces a significantly enhanced file that combines the income and tax information from the Statistics of Income data with the demographic characteristics and information on nontax filers and nontaxable income sources from the Current Population Survey. The combined file includes over 500 items of information for each record.

In addition to the merge of the Statistics of Income and Current Population Survey data, the Policy Economics tax data base has been further expanded by adding information on income sources, expenditures, and asset holdings not available in either of these data bases.

The records in the file are classified by the state of residence. This classification allows for splitting of the national data base into individual state data bases for use in the analysis of federal-state tax relationships.



The Montana data bases used in this analysis were created by extrapolating the initial data base to future years using the Group's proprietary software. This software assures that the extrapolation of the data base is consistent with the forecasted values of key economic aggregates in the state, such as levels of income by each major source of income, and the level of employment.

COVERAGE OF THE POLICY ECONOMICS GROUP'S ESTIMATES PRESENTED IN THIS REPORT

The Tax Reform Act of 1986 represents a comprehensive restructuring of the federal tax system. The individual income tax model simulations made using the Policy Economics Group's tax model estimate the tax liability impact of those provisions that can be captured by use of microsimulation techniques.

As Table 1 below indicates, the revenue losing provisions included in the Policy Economics model simulations cover 97.6 percent of the total estimated revenue losses resulting from the individual income tax provisions in the new tax law.

The coverage is somewhat less great for revenue gaining provisions in the Policy Economics simulations, with 77 percent of the total estimated revenue gains covered by these simulations. Provisions not included in the simulations include business tax provisions that are not candidates for microsimulation modeling, complex retirement accounting changes, repeal of income averaging, and compliance provisions.

Table 1
 Coverage of the Policy Economics
 Model Estimates
 1987 - 1991

(in billions of dollars)

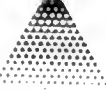
| | Dollar Amount of Revenue Changes: <u>1987 to 1991</u> | Percent of <u>Total</u> |
|-----------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------|
| Provisions Yielding a Revenue Loss: | | |
| Included in simulation | \$ -379.1 | 97.6% |
| Not included | - 9.4 | 2.4 |
| Total | <u>\$ -388.6</u> | <u>100.0%</u> |
| Provisions Yielding a Revenue Gain: | | |
| Included in simulation | \$ +205.9 | 77.2% |
| Not included: | | |
| Retirement provisions | +18.9 | 7.1 |
| Compliance and tax administration provisions | +9.0 | 3.4 |
| Income averaging | +8.5 | 3.2 |
| Limitation on deductions for meals, travel and entertainment expenses | +5.3 | 2.0 |
| Accounting provisions | +5.2 | 2.0 |
| Other provisions | <u>+13.9</u> | <u>5.2</u> |
| Total | \$ +266.7 | 100% |

Note: Estimates of coverage based on Joint Committee on Taxation
 estimates of H.R. 3838 for the five-year period 1987 to
 1 9 9 1



DESCRIPTION OF THE TAX REFORM ACT OF 1986

This section describes each of the major individual income tax provisions of the Tax Reform Act of 1986 that is included in the Policy Economics Group's model simulations. The provisions are discussed in the order in which they are estimated in the model simulations. Generally, provisions are effective January 1, 1987. Exceptions to this date are highlighted where appropriate



1. Repeal Dividend Income Exclusion

Under current law, the first \$100 of dividends received by an individual, or the first \$200 for a couple filing jointly, is not included in adjusted gross income.

The Tax Reform Act of 1986 repeals this exclusion.

2. Taxation of Unemployment Compensation

Under current law, unemployment benefits are free of tax if the sum of adjusted gross income and benefits is less than a base amount. This base amount is \$12,000 for single taxpayers and \$18,000 for taxpayers filing jointly. If the sum is greater than the base amount, then either the taxpayer's income from unemployment compensation or one-half of the excess of gross income over the base amount, whichever is lower, is included in adjusted gross income.

Under the Tax Reform Act of 1986, all unemployment compensation will be included in adjusted gross income.

3. Elimination of the Two-Earner Marriage Deduction

Under current law, married couples who file a joint tax return can deduct from income the lesser of \$3,000 or ten percent of the earned income of the spouse with the lower income. The purpose is to moderate the "marriage penalty", where two individuals would pay more tax if married and filing jointly than if single and filing separately.

The Tax Reform Act of 1986 will eliminate the two-earner deduction.



4. Restrict the Individual Retirement Account (IRA) Deduction

Under current law, the maximum amount that may be deducted for contributions to an individual retirement account is limited to the lesser of \$2,000 per person (or \$2,250 per couple if a nonemployed spousal IRA is involved), or 100 percent of earned income that can be included in the individual's gross income.

Under the Tax Reform Act of 1986, present-law deductions for IRA's will be retained for returns not participating in an employer-sponsored retirement plan. IRA deductions will also be available in full to filers participating in such employer-sponsored retirement plans if the taxpayer's adjusted gross income is below a specified amount (\$40,000 for a joint return and \$25,000 for an unmarried individual). The amount of the deduction will be phased out for these taxpayers as incomes rise, at a 20 percent rate. The deduction will be eliminated when AGI reaches \$50,000 for a joint return or \$35,000 for an unmarried individual. Earnings on IRAs will continue to be tax deferred as under current law, even if the contributions to the IRA are not deductible, so long as the annual contributions are within the maximum dollar limitations.

5. Change Depreciation Provisions

Current law utilizes the Accelerated Cost Recovery System (ACRS).

Under the Tax Reform Act of 1986, the ACRS classes are re-defined using the ADR midpoints, and two new classes of 7 and 20 years are added. The method for depreciation is 200 percent declining balance, except for the 15-year and 20-year classes, which use 150 percent declining balance, and structures, which use

the straight line method over 27.5 and 31.5 year lives. Automobiles and light trucks, which are currently in the 3-year ACRS class, are moved to the 5-year class and new ADR midpoints are assigned to several asset types.

6. Limit Passive Losses

Under current law, losses from passive investment or business activities may be used to offset income from other sources.

The Tax Reform Act of 1986 will allow a maximum of \$25,000 in real estate losses to be used to offset other income. Losses from any other passive activities will not be allowed to offset income from other sources. Passive losses may be used to offset passive income. Losses suspended by the passive loss provisions may be carried forward.

It is expected that activities that generate passive losses will, in part, be acquired by corporations and that corporate taxes would be correspondingly reduced. This corporate offset, however, is not shown in these simulations, which analyze only individual income taxes.

The passive loss limitation is phased in over five years with disallowance percentages of 35 percent in 1987, 60 percent in 1988, 80 percent in 1989, 90 percent in 1990, and 100 percent after 1990.

7. Changes to the Employee Business and Moving Expenses Deduction and Miscellaneous Itemized Deductions

Certain employee business and moving expenses can currently be deducted "above-the-line", i.e., by non-itemizers as well as itemizers. Other employee business expenses can be deducted only by itemizers as "miscellaneous itemized deductions".



Under the Tax Reform Act of 1986, employee business expenses will be grouped with miscellaneous itemized deductions as a "below-the-line" itemized deduction. This deduction will be subject to a floor of 2 percent of AGI. The deduction for moving expenses will be moved below-the-line, but it will not be subject to an AGI floor.

8. Limit Non-Business Interest Deductions

Current law allows an itemized deduction for consumer interest, home mortgage interest, and for investment interest as long as investment interest does not exceed investment income by more than \$10,000.

Under the Tax Reform Act of 1986, no deduction will be allowed for consumer interest (e.g., car loans). Deductions for investment interest expenses will not be allowed to exceed investment income. Home mortgage interest will remain deductible on mortgages for first and second homes, but only to the extent that the mortgage value does not exceed the home purchase price plus cost of improvements. The interest disallowance is phased in over five years with disallowance percentages of 35 percent of currently deductible interest expense in 1987, 60 percent in 1988, 80 percent in 1989, 90 percent in 1990, and 100 percent after 1990.

9. Restrict the Medical Deduction

Under current law, medical expenses are deductible only to the extent that they are not reimbursed by insurance or other sources, and only to the extent that these non-reimbursed expenses exceed 5 percent of adjusted gross income.

The Tax Reform Act of 1986 will raise the floor to 7.5 percent of adjusted gross income.

10. Eliminate Deduction for Sales Taxes Paid

Under current law, an itemized deduction is allowed for state and local sales taxes paid.

The Tax Reform Act of 1986 will disallow this deduction.

11. Repeal Investment Tax Credit

Current law allows an investment tax credit equal to an amount not to exceed 10 percent of the cost of qualified investment property.

The Tax Reform Act of 1986 will repeal the investment tax credit retroactively for property placed in service on or after January 1, 1986.

12. Change Earned Income Credit

The earned income credit is currently 11 percent of the first \$5,000 of earned income, but it diminishes as income rises above \$6,500 and is eliminated when adjusted gross or earned income reaches \$11,000. The credit is not indexed under current law.



Under the Tax Reform Act of 1986, the maximum earned income credit will be increased to \$800, and it will be indexed to inflation. The phase out range for the credit will be from \$6,500 to \$14,500 in 1987, and from \$9,000 to \$17,000 thereafter.

13. Repeal Political Contributions Credit

The political contributions credit is currently 50 percent of total contributions subject to a maximum of \$50 (\$100 for joint returns).

Under the Tax Reform Act of 1986, this credit will be repealed.

14. Change Personal Exemptions

Under current law, the 1987 personal exemption amount is projected to be \$1,110 (a value indexed for inflation). Exemptions are available for taxpayers, spouses and dependents. Additional exemptions are also available for the blind and those persons 65 years of age and over.

The Tax Reform Act of 1986 will increase the personal exemption amount to \$1,900 in 1987, to \$1,950 in 1988, and \$2,000 for 1989 for individuals and their spouses and dependents. After 1989, the exemption amount will be indexed subject to a "round down" rule. The tax benefit of the personal exemption is also subject to a surtax, which will eliminate the tax benefit of the personal exemption for high income taxpayers. (See provision 16.)

The new tax law will also eliminate the additional personal exemption for aged and blind taxpayers available under current law. Furthermore, a dependent filing his own tax return will no longer be eligible for a taxpayer exemption if he was claimed as a dependent on his parent's return.

15. Replace Zero Bracket Amount With A Standard Deduction

Under current law, the standard deduction is built directly into the rate bracket so only itemized deductions in excess of a zero bracket amount are subtracted from taxable income. The forecasted 1987 zero bracket amount is \$2,540 for single taxpayers and heads of households, \$3,760 for joint filers, and \$1,880 for married-filing-separate taxpayers.

Under the Tax Reform Act of 1986 the standard deduction will be taken out of the rate bracket. Therefore taxable income will be substantially lower than taxable income under current law. In addition, the amounts of the standard deduction will be increased over the current zero bracket amounts beginning in 1988 for most taxpayers. The standard deductions will be \$5,000 for married individuals filing jointly (\$2,500 for married filing separately), \$4,400 for heads of households, and \$3,000 for single individuals. As under current law, these amounts will be indexed for inflation. An additional \$600 (\$750 on nonjoint returns) standard deduction will be allowed for each individual who is blind or 65 years of age or older. In addition, the general increase in the standard deduction will occur in 1987 for the blind or elderly, rather than 1988. The standard deduction and the additional deduction for the elderly or blind will be indexed subject to a "round down" rule.

16. Change Tax Rates and Add a Surtax

Under current law, marginal tax rates range from 11 percent to 50 percent with up to 15 different tax brackets.



The Tax Reform Act of 1986 will reduce the number of nominal brackets to two, with tax rates of 15 and 28 percent. The 15 percent tax bracket will begin at zero taxable income since there would no longer be a zero bracket amount. In 1988, the 28 percent bracket will begin at \$29,750 for married taxpayers filing jointly (\$14,875 for married filing separately), \$23,900 for heads of households, and \$17,850 for single taxpayers.

Above a certain income level (\$71,900 for married taxpayers filing jointly, \$35,950 for married taxpayers filing separately, \$61,650 for heads of households, and \$43,150 for single taxpayers), a 5 percent surtax will apply up to the point at which the full benefits of the 15 percent bracket and the benefit of the personal exemptions are recaptured. This surtax structure effectively creates a third bracket with a 33 percent marginal rate. For incomes above the range of the surtax, the marginal tax rate is 28 percent. For 1987, a transitional rate structure applies with rates ranging from 11 percent to 38.5 percent with no surtax.

17. Eliminate Capital Gains Exclusion

Under current law, 60 percent of an individual taxpayer's net long-term capital gains is excluded from taxable income. The holding period for gains must be greater than six months for assets acquired after June 22, 1984, and over one year for assets acquired before this date to qualify for long-term treatment. Gains on assets held for less than this period are taxed as ordinary income. The current maximum effective tax rate on net long-term capital gains is 20 percent, which results from the 50 percent maximum marginal tax rate on the 40 percent gains subject to tax.

Under the Tax Reform Act of 1986, all long-term and short-term capital gains will be included in adjusted gross income

without exclusion. For 1987 only, an alternative 28 percent tax on capital gains is provided in conjunction with the transitional rate structure of that year.

18. Alternative Minimum Tax

Under current law, taxpayers may be subject to an alternative minimum tax computed on a substantially broader base than that used for the regular tax. The alternative tax rate is 20 percent and generally affects only taxpayers with substantial tax preferences, such as excluded capital gains and percentage depletion. The alternative tax exempts the first \$40,000 of alternative minimum taxable income (\$30,000 on single returns).

Under the Tax Reform Act of 1986, the alternative minimum tax rate will be increased to 21 percent, the exempt amount will be phased out (producing an effective tax rate of 26.25 percent over a significant range), and some preferences will be added to the minimum tax base, including the deduction for the appreciated component of charitable gifts.

19. Charitable Giving Behavioral Response

There is no provision of the Tax Reform Act of 1986 which directly affects the deduction for charitable giving (other than the minimum tax provision relating to appreciated property). However, charitable giving is expected to be indirectly affected by the tax reform plan, and this behavioral response is simulated in a separate computer run. The behavioral assumptions are discussed in the next section.



SIMULATED BEHAVIORAL RESPONSES TO THE TAX REFORM ACT OF 1986

Several major provisions of the Tax Reform Act of 1986 will provoke significant behavioral responses among taxpayers. Simulation of these behavioral responses is included in this analysis. These assumptions are generally comparable to those used by the U.S. Treasury and the Joint Committee on Taxation. Other behavioral responses that are either less significant or subject to substantial uncertainty are not included in this analysis.

Individual Retirement Accounts

Deductions for contributions to individual retirement accounts will be disallowed or restricted under the Tax Reform Act of 1986 if the taxpayer's employer made a tax-free contribution to the taxpayer's pension, and the return's AGI exceeds certain limits. The interest earned in these accounts will continue to be tax free, however, which means that some incentive to make contributions remains even if the contribution is not deductible. It is assumed, however, that taxpayers will contribute to IRAs only to the extent that they receive deductions for those contributions.

Passive Losses

The Tax Reform Act of 1986 will limit the use of passive losses to offset other income. It is expected that individuals with passive losses will be able to mitigate the impact of this provision by combining passive loss investments with passive income producing investments, since passive losses will continue to be allowed to offset passive income. It is expected that the ability of investors to lessen the impact of this provision will grow over time.

As noted above, some passive losses are also expected to be transferred to corporations able to use the losses, with a corresponding reduction in corporate taxes that would partially offset the increase in individual income taxes simulated in this report.

Consumer Interest Deduction

The Tax Reform Act of 1986 will disallow the deduction for consumer interest expenses. This will cause many people to shift their debt portfolios toward debt for which interest expenses are deductible. If a taxpayer has a deductible mortgage payment, it is assumed in this analysis that he will cut his consumer interest by up to 25 percent and increase his home mortgage by the same amount. Taxpayers are also assumed to forego up to 15 percent of their interest income in order to pay off consumer loans. In the near future the behavioral response to this provision is expected to be less than under the fully phased-in tax law.

Capital Gains

The Tax Reform Act of 1986 will raise the maximum marginal rate on capital gains from 20 percent to 33 percent. The 33 percent rate results from the elimination, for upper income taxpayers, of the tax savings associated with the 15 percent tax bracket and personal exemptions. The marginal capital gains tax rate for the highest income taxpayers will be 28 percent.

In the short-term, taxpayers will be able to sharply reduce taxes paid on capital gains by selling assets before January 1, 1987 to realize long-term gains under current law.

Over the long-term, taxpayers will not be able to reduce capital gains realizations as much as in the short-term, but the level of realizations in the future will still be well below



current levels. These simulated behavioral responses are consistent with previous simulations of capital gains behavioral responses by the U.S. Treasury and the Joint Tax Committee, and are consistent with the historical evidence presented in the "Report to Congress on the Capital Gains Tax Reduction of 1978," Office of the Secretary, U.S. Treasury, Office of Tax Analysis, September 1985.

Charitable Giving

The current federal tax system encourages charitable giving by allowing a deduction for charitable contributions. For those taxpayers who itemize deductions, the effective "price" of charitable giving is as low as 50 cents on the dollar, because the deduction for charitable donations reduces an individual's tax liability by as much as 50 cents for each dollar of charitable donation deducted. (State and local deductibility further reduces the effective "price" of charitable giving.)

The Tax Reform Act of 1986 will effectively increase the price of charitable giving because tax rates will be reduced. The lowest "price" for charitable giving will be 67 cents on the dollar (computed without regard to state and local taxes). This increase in price will tend to reduce charitable giving by taxpayers who itemize. However, this reduction will be partially offset by the increase in disposable income that will result from the reduction of individual taxes, particularly for those who are in the upper income brackets. The net result of the price and income effects will be a decline in charitable contributions for taxpayers who itemize under current law.

CHANGES IN FEDERAL INCOME TAX LIABILITIES FOR THE UNITED STATES AND FOR MONTANA RESIDENTS

This section presents the results of the Policy Economics model simulations for federal income tax liabilities. Results are presented individually and in total for the 19 major provisions of the Tax Reform Act of 1986 that are analyzed in this report. The results are reported for U.S. totals (at 1986 levels of income) and for Montana residents for tax years 1987, 1988, and 1989. For each provision, both the dollar impact and the percentage change in U.S. and Montana federal tax liability are shown.

A summary of the simulation results is presented in Table 2, with the provisions listed in the order in which they are estimated in the model. The effect of each provision is measured relative to the tax law that includes the combined impact of each of the preceding provisions in the "stack". This "stacking" order can affect significantly the size of the estimates for individual provisions of the plan, but it does not affect the estimate of the total plan. Consistent with the stacking order used by Policy Economics and the U.S. Treasury in the analysis of the other tax reform plans, the effect of base broadening provisions are generally simulated first, and the effects of changes in exemptions and tax rates are measured last.

The choice of this stacking order means that the revenue effect of base broadening provisions is measured relative to current law tax rates, and that the effect of changes in regular tax rates, capital gains tax rates, and the minimum tax are measured relative to the tax base that results from the other provisions of the Tax Reform Act of 1986. The simulation of the behavioral change in charitable giving is simulated last to capture the full impact of the plan on charitable giving.



Table 2

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on Federal Tax Liabilities
for the United States and Montana Residents**

(dollar amounts in millions)

| | U.S. Totals (1986 levels) | 1987 | 1988 | 1989 |
|-------------------------------------------------------------|------------------------------|-------|-------|------|
| 1. Repeal dividend income exclusion | | | | |
| Dollar amount | 591.4 | 1.3 | 1.3 | 1.4 |
| Percent change | 0.17 | 0.18 | 0.18 | 0.19 |
| 2. Tax all unemployment compensation | | | | |
| Dollar amount | 785.1 | 3.8 | 3.9 | 3.8 |
| Percent change | 0.22 | 0.53 | 0.53 | 0.5 |
| 3. Repeal two-earner deduction | | | | |
| Dollar amount | 7196.1 | 14.8 | 15.8 | 17.6 |
| Percent change | 2.03 | 2.04 | 2.15 | 2.3 |
| 4. Restrict IRA deduction | | | | |
| Dollar amount | 5057.7 | 5.0 | 6.2 | 7.4 |
| Percent change | 1.40 | 0.68 | 0.83 | 0.9 |
| 5. Change depreciation provisions | | | | |
| Dollar amount | 538.9 | -1.8 | -0.2 | 1.6 |
| Percent change | 0.15 | -0.24 | -0.03 | 0.2 |
| 6. Limit passive losses | | | | |
| Dollar amount | 5193.4 | 16.7 | 12.8 | 15.6 |
| Percent change | 1.42 | 2.25 | 1.69 | 2.0 |
| 7. Alter employee business expenses & misc deductions | | | | |
| Dollar amount | 5523.5 | 14.7 | 14.3 | 15. |
| Percent change | 1.49 | 1.94 | 1.86 | 1. |
| 8. Limit non-business interest deduction | | | | |
| Dollar amount | 8463.9 | 10.6 | 15.6 | 18. |
| Percent change | 2.24 | 1.37 | 1.99 | 2. |

Table 2 (Continued)

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on Federal Tax Liabilities
for the United States and Montana Residents**

(dollar amounts in millions)

| | U.S. Totals (1986 levels) | 1987 | 1988 | 1989 |
|---------------------------------------------|------------------------------|-------|-------|-------|
| 9. Raise AGI floor on medical deductions | | | | |
| Dollar amount | 1404.5 | 4.7 | 4.5 | 5.0 |
| Percent change | 0.36 | 0.60 | 0.56 | 0.60 |
| 10. Repeal sales tax deduction | | | | |
| Dollar amount | 5368.9 | - | - | - |
| Percent change | 1.39 | - | - | - |
| 11. Repeal investment tax credit | | | | |
| Dollar amount | 4619.4 | 15.3 | 22.0 | 23.0 |
| Percent change | 1.18 | 1.92 | 2.71 | 2.73 |
| 12. Revise earned income credit | | | | |
| Dollar amount | -2914.9 | -8.2 | -13.1 | -13.7 |
| Percent change | -0.73 | -1.01 | -1.57 | -1.59 |
| 13. Eliminate political contribution credit | | | | |
| Dollar amount | 360.9 | 1.2 | 1.4 | 1.7 |
| Percent change | 0.09 | 0.15 | 0.17 | 0.20 |
| 14. Change personal exemptions | | | | |
| Dollar amount | -25504.5 | -75.0 | -76.8 | -81.2 |
| Percent change | -6.46 | -9.31 | -9.33 | -9.53 |
| 15. Change ZBA to standard deduction | | | | |
| Dollar amount | -8075.5 | -6.0 | -20.4 | -21.5 |
| Percent change | -2.19 | -0.82 | -2.73 | -2.7 |
| 16. Change marginal rates | | | | |
| Dollar amount | -48205.8 | -55.1 | -45.8 | -49.1 |
| Percent change | -13.35 | -7.61 | -6.31 | -6.5 |



Table 2 (Continued)

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on Federal Tax Liabilities
for the United States and Montana Residents**

(dollar amounts in millions)

| | U.S. Totals (1986 levels) | 1987 | 1988 | 1989 |
|--------------------------------------------|------------------------------|-------|-------|-------|
| 17. Eliminate capital gains exclusion | | | | |
| Dollar amount | 1998.1 | -30.4 | -6.8 | 3.6 |
| Percent change | 0.64 | -4.54 | -1.00 | 0.5 |
| 18. Change alternative minimum tax | | | | |
| Dollar amount | 650.9 | 39.4 | 11.5 | 6.2 |
| Percent change | 0.21 | 6.17 | 1.71 | 0.8 |
| 19. Behavioral impact on charitable giving | | | | |
| Dollar amount | 1250.7 | 1.2 | 2.2 | 2.5 |
| Percent change | 0.40 | 0.18 | 0.32 | 0.3 |
| Total Impact | | | | |
| Dollar amount | -35,697.6 | -47.7 | -51.6 | -41.4 |
| Percent change | -10.12 | -6.63 | -7.07 | -5.5 |



The results presented in Table 2 show that, in the aggregate, the new tax law (as implemented in 1989) would reduce federal tax liabilities of Montana residents by 5.55 percent relative to current law. In comparison, tax liabilities for the U.S. as a whole would be reduced by 10.1 percent (at 1986 income levels). In the aggregate, therefore, Montana residents will receive a smaller proportionate reduction in their federal tax liability than will U.S. taxpayers as a whole.

The primary differences between the impact of federal tax reform on Montana and on the nation are due to the fact that the income of Montana residents is below the national average. The changes in personal exemptions and the standard deduction (zero bracket amount) are designed to aid primarily lower income taxpayers. Montana residents receive an above average reduction in tax liability as a result of these provisions. However, the change in tax rates, which benefits primarily higher income taxpayers, provides a below average benefit to Montana residents (13.4 percent for the nation, but only 6.6 percent for Montana in 1989). The tax rate changes are larger than the other changes and on balance Montana receives less of a benefit from tax reform than the national average.



CHANGES IN STATE INCOME TAX LIABILITY FOR MONTANA RESIDENTS

Montana's personal income tax is largely based on federal tax law. Therefore, many of the changes in the federal law will directly affect Montana income tax liability. Montana adjusted gross income and taxable income will be broadened as a result of federal tax law changes. Furthermore, Montana allows an itemized deduction for federal income taxes paid. Since most taxpayers will receive a reduction in federal taxes, Montana's tax base will be further broadened indirectly. However, since Montana's tax rate schedule is independent of federal law, the rates will not change.

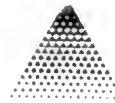
There are three ways in which federal tax reform affects Montana state tax liabilities: 1) through the deductibility of federal income taxes, as cited above; 2) through behavioral responses to federal tax changes that affect the Montana tax base; and 3) through direct coupling of State tax provisions to Federal provisions. Each of these effects is discussed below.

Federal Deductibility

Every change in federal tax law will result in a change in Montana State tax liability for those taxpayers who itemize deductions on their State return. Since federal tax liability of State residents is, in the aggregate, reduced, the federal tax deduction is correspondingly reduced. Thus, this linkage of the Montana State income tax to the federal tax results in an increase in State tax liability.

Behavioral Responses

Federal tax reform can be expected to elicit significant changes in taxpayer behavior, as described earlier in the report.



The increase in the capital gains tax rate, for example, will result in fewer realizations of capital gains, thereby reducing capital gains taxable income at the State level. The other behavioral responses included in the analysis, as described earlier, were related to individual retirement accounts, passive losses, consumer interest deductions, and deductions for charitable giving.

Direct Coupling to Federal Tax Law

In addition to the two sources of indirect effects described above, many changes in federal tax liability will affect Montana State tax liability because the State automatically adopts the federal provision. Of the provisions analyzed in this report, all but six are directly coupled to Montana law. Those provisions that are not coupled are: the earned income credit, which does not exist under Montana law; the political contribution credit, which will continue to be a deduction under Montana law; unemployment compensation, which will continue to go untaxed in Montana; the standard deduction; federal tax rates; and the minimum tax. Montana also does not couple to the dollar amount of the federal personal exemption, but they do couple to the criteria related to eligibility for the exemption.

Estimated Impact

Table 3 shows the provision-by-provision impact of Federal tax reform on Montana State income tax liability. The table shows that, in the aggregate, tax liability is estimated to be increased by almost 19 percent in 1987, by 27 percent in 1988, and by 25 percent in 1989. These percentage increases translate into dollar increases of about \$48 million and \$46 million in 1988 and 1989, respectively.



The provisions that cause the largest increases in Montana tax liability, and their percentage effects on Montana tax liability for 1989 are: the elimination of the capital gains exclusion (7.4 percent); the change in personal exemption provisions (4.5 percent); the change in Federal marginal tax rates (2.6 percent); and the limit on non business interest deductions (2.6 percent).

Table 3

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on State Tax Liabilities
of Montana Residents**

(dollar amounts in millions)

| | 1987 | 1988 | 1989 |
|-------------------------------------------------------------|-------|-------|-------|
| 1. Repeal dividend income exclusion | | | |
| Dollar amount | 0.3 | 0.3 | 0.3 |
| Percent change | 0.17 | 0.17 | 0.16 |
| 2. Tax all unemployment compensation | | | |
| Dollar amount | 0.0 | -0.1 | -0.1 |
| Percent change | 0.00 | -0.06 | -0.05 |
| 3. Repeal two-earner deduction | | | |
| Dollar amount | -0.5 | -0.6 | -0.7 |
| Percent change | -0.27 | -0.33 | -0.38 |
| 4. Restrict IRA deduction | | | |
| Dollar amount | 0.8 | 1.2 | 1.2 |
| Percent change | 0.45 | 0.67 | 0.65 |
| 5. Change depreciation provisions | | | |
| Dollar amount | -0.3 | -0.0 | 0.3 |
| Percent change | -0.17 | -0.00 | 0.16 |
| 6. Limit passive losses | | | |
| Dollar amount | 1.1 | 2.4 | 3.0 |
| Percent change | 0.61 | 1.32 | 1.62 |
| 7. Alter employee business expenses & misc deductions | | | |
| Dollar amount | 2.7 | 2.2 | 2.9 |
| Percent change | 1.49 | 1.47 | 1.54 |
| 8. Limit non-business interest deduction | | | |
| Dollar amount | 2.6 | 4.1 | 4.9 |
| Percent change | 1.42 | 2.20 | 2.56 |

Table 3 (Continued)

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on State Tax Liabilities
of Montana Residents**

(dollar amounts in millions)

| | 1987 | 1988 | 1989 |
|---------------------------------------------|-------|-------|-------|
| 9. Raise AGI floor on medical deductions | | | |
| Dollar amount | 1.5 | 1.7 | 1.8 |
| Percent change | 0.81 | 0.89 | 0.92 |
| 10. Repeal sales tax deduction | | | |
| Dollar amount | - | - | - |
| Percent change | - | - | - |
| 11. Repeal investment tax credit | | | |
| Dollar amount | 0.5 | 0.4 | 0.6 |
| Percent change | 0.26 | 0.21 | 0.30 |
| 12. Revise earned income credit | | | |
| Dollar amount | 0.0 | 0.1 | 0.1 |
| Percent change | 0.00 | 0.05 | 0.05 |
| 13. Eliminate political contribution credit | | | |
| Dollar amount | -0.1 | -0.1 | -0.1 |
| Percent change | -0.05 | -0.05 | -0.05 |
| 14. Change personal exemptions | | | |
| Dollar amount | 8.6 | 9.0 | 9.0 |
| Percent change | 4.52 | 4.62 | 4.47 |
| 15. Change ZBA to standard deduction | | | |
| Dollar amount | 0.2 | 0.7 | 0.7 |
| Percent change | 0.10 | 0.34 | 0.33 |
| 16. Change marginal rates | | | |
| Dollar amount | 5.1 | 5.2 | 5.5 |
| Percent change | 2.51 | 2.54 | 2.61 |

Table 3 (Continued)

**Impact of the Major Provisions
of the Tax Reform Act of 1986 on State Tax Liabilities
of Montana Residents**

(dollar amounts in millions)

| | 1987 | 1988 | 1989 |
|--------------------------------------------|-------|-------|-------|
| 17. Eliminate capital gains exclusion | | | |
| Dollar amount | 12.2 | 21.8 | 16.1 |
| Percent change | 5.97 | 10.38 | 7.44 |
| 18. Change alternative minimum tax | | | |
| Dollar amount | -1.0 | -1.2 | -0.7 |
| Percent change | -0.46 | -0.52 | -0.30 |
| 19. Behavioral impact on charitable giving | | | |
| Dollar amount | 0.4 | 0.8 | 0.9 |
| Percent change | 0.19 | 0.35 | 0.39 |
| Total Impact | | | |
| Dollar amount | 34.1 | 48.4 | 45.8 |
| Percent change | 18.96 | 26.74 | 24.75 |

**IMPACT OF THE TAX REFORM ACT OF 1986
ON MONTANA RESIDENTS**

Appendix A

**Changes in Federal Tax Liability
for Montana Residents**

Federal Tax Liability for Montana

**1987 Levels of Income
1987 Tax Law**

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.7 | 6.7 | -132.3 | -131.8 | .5 | 58.6 | 58.8 | .2 |
| 5000 (10000 | 228 | 58.8 | 45.3 | 45.8 | 407.6 | 408.1 | .5 | 284.4 | 284.8 | .4 |
| 10000 (15000 | 165 | 52.0 | 45.0 | 45.0 | 619.0 | 620.0 | .9 | 415.8 | 416.8 | 1.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 681.3 | 682.3 | 1.0 | 505.5 | 506.4 | .9 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1397.8 | 1399.3 | 1.4 | 1033.3 | 1034.7 | 1.4 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1949.5 | 1950.5 | 1.1 | 1569.9 | 1570.9 | 1.1 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 991.4 | 992.6 | 1.2 | 792.7 | 793.9 | 1.2 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 248.5 | 248.8 | .3 | 210.6 | 210.9 | .3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 116.5 | 116.6 | .1 | 90.5 | 90.6 | .1 |
| TOTALS | 1699 | 338.1 | 259.3 | 259.7 | 6279.4 | 6286.4 | 7.0 | 4961.3 | 4967.9 | 6.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 2.283 | 2.282 |
| 5000 (10000 | 4.7 | 4.7 | 7.8 | 7.8 | 3.476 | 3.465 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.2 | 2.2 | .411 | .411 | 0.000 | 0.000 | 12.998 | 12.998 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 0.000 | 1.909 | 1.909 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 0.000 | 4.810 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.576 | 20.566 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.681 | 14.631 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.138 | 13.124 |
| TOTALS | 154.8 | 154.8 | 15.4 | 15.4 | 6.310 | 6.307 | 0.000 | 0.000 | 70.395 | 70.320 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.4 | 3.4 | .0 | -2.4 | -2.4 | 0.0 | 1.0 | 1.0 | .0 |
| 5000 (10000 | 15.6 | 15.7 | .0 | -2.4 | -2.4 | .0 | 13.2 | 13.3 | .1 |
| 10000 (15000 | 46.1 | 46.2 | .1 | -.1 | -.1 | 0.0 | 46.0 | 46.1 | .1 |
| 15000 (20000 | 52.5 | 52.7 | .2 | 0.0 | 0.0 | 0.0 | 52.5 | 52.7 | .2 |
| 20000 (30000 | 111.9 | 112.1 | .2 | 0.0 | 0.0 | 0.0 | 111.9 | 112.1 | .2 |
| 30000 (50000 | 227.7 | 228.0 | .3 | 0.0 | 0.0 | 0.0 | 227.7 | 228.0 | .3 |
| 50000 (100000 | 166.3 | 166.7 | .4 | 0.0 | 0.0 | 0.0 | 166.3 | 166.7 | .4 |
| 100000 (200000 | 58.8 | 58.9 | .1 | 0.0 | 0.0 | 0.0 | 58.8 | 58.9 | .1 |
| 200000 (***** | 41.7 | 41.7 | .0 | 0.0 | 0.0 | 0.0 | 41.7 | 41.7 | .0 |
| TOTALS | 724.1 | 725.4 | 1.3 | -4.8 | -4.8 | .0 | 719.3 | 720.6 | 1.3 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 647. | .008 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1090. | .021 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5240. | .090 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4686. | .101 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7467. | .139 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11262. | .229 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6758. | .388 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 969. | .078 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 191. | .019 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38318. | 1.074 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 260. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 453. | .008 | 0. | 0.000 | 2852. | .034 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 750. | .013 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2126. | .049 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4967. | .100 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1495. | .054 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 453. | .008 | 0. | 0.000 | 12449. | .254 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 907. | .010 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 453. | .008 | 0. | 0.000 | 3942. | .056 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5990. | .103 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6812. | .150 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12434. | .239 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12757. | .284 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6758. | .388 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 969. | .078 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 191. | .019 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 453. | .008 | 0. | 0.000 | 50760. | 1.327 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISION #1

Plan Y: CONFERENCE BILL PROVISION #2

TAX ALL UNEMPLOYMENT COMP

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.7 | 6.9 | -131.8 | -124.0 | 7.8 | 58.8 | 61.5 | 2.7 |
| 5000 (10000 | 228 | 58.8 | 45.8 | 46.9 | 408.1 | 422.0 | 13.8 | 284.8 | 297.6 | 12.8 |
| 10000 (15000 | 165 | 52.0 | 45.0 | 45.3 | 620.0 | 628.9 | 8.9 | 416.8 | 426.1 | 9.3 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 682.3 | 687.6 | 5.2 | 506.4 | 511.7 | 5.3 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1399.3 | 1399.3 | 0.0 | 1034.7 | 1034.7 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1950.5 | 1950.5 | 0.0 | 1570.9 | 1570.9 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 992.6 | 992.6 | 0.0 | 793.9 | 793.9 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 248.8 | 248.8 | 0.0 | 210.9 | 210.9 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 116.6 | 116.6 | 0.0 | 90.6 | 90.6 | 0.0 |
| TOTALS | 1699 | 338.1 | 259.7 | 261.3 | 6286.4 | 6322.2 | 35.7 | 4967.9 | 4997.8 | 30.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 2.282 | 2.282 |
| 5000 (10000 | 4.7 | 4.7 | 7.8 | 6.7 | 3.465 | 3.096 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.2 | 2.1 | .411 | .402 | 0.000 | 0.000 | 12.998 | 12.998 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 0.000 | 1.909 | 1.909 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 0.000 | 4.810 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.566 | 20.566 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.631 | 14.631 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.124 | 13.124 |
| TOTALS | 154.8 | 154.8 | 15.4 | 14.2 | 6.307 | 5.928 | 0.000 | 0.000 | 70.320 | 70.320 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.4 | 3.5 | .1 | -2.4 | -2.4 | 0.0 | 1.0 | 1.2 | .1 |
| 5000 (10000 | 15.7 | 17.1 | 1.4 | -2.4 | -2.2 | .2 | 13.3 | 14.9 | 1.6 |
| 10000 (15000 | 46.2 | 47.4 | 1.2 | -.1 | -.1 | .0 | 46.1 | 47.3 | 1.2 |
| 15000 (20000 | 52.7 | 53.5 | .8 | 0.0 | 0.0 | 0.0 | 52.7 | 53.5 | .8 |
| 20000 (30000 | 112.1 | 112.1 | 0.0 | 0.0 | 0.0 | 0.0 | 112.1 | 112.1 | 0.0 |
| 30000 (50000 | 228.0 | 228.0 | 0.0 | 0.0 | 0.0 | 0.0 | 228.0 | 228.0 | 0.0 |
| 50000 (100000 | 166.7 | 166.7 | 0.0 | 0.0 | 0.0 | 0.0 | 166.7 | 166.7 | 0.0 |
| 100000 (200000 | 58.9 | 58.9 | 0.0 | 0.0 | 0.0 | 0.0 | 58.9 | 58.9 | 0.0 |
| 200000 (***** | 41.7 | 41.7 | 0.0 | 0.0 | 0.0 | 0.0 | 41.7 | 41.7 | 0.0 |
| TOTALS | 725.4 | 729.0 | 3.6 | -4.8 | -4.6 | .2 | 720.6 | 724.4 | 3.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1050. | .546 | 0. | 0.000 | 1737. | .596 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 220. | .044 | 0. | 0.000 | 7333. | 1.148 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 601. | .009 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 199. | .033 | 0. | 0.000 | 927. | .119 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 35. | .018 | 0. | 0.000 | 6948. | 1.042 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 86. | .030 | 0. | 0.000 | 432. | .069 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3504. | .806 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 199. | .033 | 0. | 0.000 | 927. | .119 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1125. | .564 | 0. | 0.000 | 8676. | 1.638 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 306. | .073 | 0. | 0.000 | 7765. | 1.217 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4105. | .815 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| | 0. | 0.000 | 1631. | .671 | 0. | 0.000 | 21474. | 3.789 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.9 | 6.9 | -124.0 | -122.8 | 1.2 | 61.5 | 61.6 | .1 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 46.9 | 422.0 | 424.1 | 2.1 | 297.6 | 299.3 | 1.7 |
| 10000 (15000 | 165 | 52.0 | 45.3 | 45.7 | 620.9 | 630.9 | 2.0 | 426.1 | 428.1 | 2.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 687.6 | 690.0 | 2.4 | 511.7 | 514.2 | 2.5 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1399.3 | 1412.2 | 12.9 | 1034.7 | 1047.6 | 12.8 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1950.5 | 1976.3 | 25.8 | 1570.9 | 1596.9 | 25.9 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 992.6 | 1009.2 | 16.7 | 793.9 | 810.4 | 16.6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 248.8 | 249.8 | 1.0 | 210.9 | 211.9 | 1.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 116.6 | 117.2 | .6 | 90.6 | 91.2 | .6 |
| TOTALS | 1699 | 338.1 | 261.3 | 261.7 | 6322.2 | 6386.9 | 64.7 | 4997.8 | 5061.1 | 63.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 2.282 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.096 | 3.094 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.1 | 2.1 | .402 | .402 | 0.000 | 12.998 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 1.909 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 20.566 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 14.631 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 13.124 |
| TOTALS | 154.8 | 154.8 | 14.2 | 14.2 | 5.928 | 5.927 | 0.000 | 70.320 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.5 | 3.6 | .0 | -2.4 | -2.4 | 0.0 | 1.2 | 1.2 | .0 |
| 5000 (10000 | 17.1 | 17.1 | .0 | -2.2 | -2.1 | .0 | 14.9 | 15.0 | .1 |
| 10000 (15000 | 47.4 | 47.7 | .2 | -.1 | -.1 | 0.0 | 47.3 | 47.6 | .2 |
| 15000 (20000 | 53.5 | 53.7 | .3 | 0.0 | 0.0 | 0.0 | 53.5 | 53.7 | .3 |
| 20000 (30000 | 112.1 | 114.3 | 2.1 | 0.0 | 0.0 | 0.0 | 112.1 | 114.3 | 2.1 |
| 30000 (50000 | 228.0 | 234.4 | 6.3 | 0.0 | 0.0 | 0.0 | 228.0 | 234.4 | 6.3 |
| 50000 (100000 | 166.7 | 171.8 | 5.1 | 0.0 | 0.0 | 0.0 | 166.7 | 171.8 | 5.1 |
| 100000 (200000 | 58.9 | 59.2 | .4 | 0.0 | 0.0 | 0.0 | 58.9 | 59.2 | .4 |
| 200000 (***** | 41.7 | 41.9 | .2 | 0.0 | 0.0 | 0.0 | 41.7 | 41.9 | .2 |
| TOTALS | 729.0 | 743.7 | 14.7 | -4.6 | -4.6 | .0 | 724.4 | 739.1 | 14.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | .000 | 0. | 0.200 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 647. | .000 | 0. | 0.200 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2825. | .025 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4554. | .141 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17443. | 1.695 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 26481. | 5.826 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 28. | .003 | 0. | 0.000 | 12418. | 5.110 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1114. | .366 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .241 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 28. | .003 | 0. | 0.000 | 65747. | 13.404 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | .025 | 0. | 0.200 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1962. | .051 | 0. | 0.200 |
| 10000 (15000 | 0. | 0.000 | 335. | .013 | 0. | 0.000 | 8908. | .207 | 0. | 0.200 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3404. | .128 | 0. | 0.200 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5140. | .426 | 0. | 0.200 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2805. | .513 | 0. | 0.200 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 120. | .001 | 0. | 0.200 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.200 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.200 |
| NON-ITEMIZE. Total | 0. | 0.000 | 335. | .013 | 0. | 0.000 | 22523. | 1.351 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | .025 | 0. | 0.200 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2609. | .051 | 0. | 0.200 |
| 10000 (15000 | 0. | 0.000 | 335. | .013 | 0. | 0.000 | 11733. | .231 | 0. | 0.200 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7958. | .269 | 0. | 0.200 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22584. | 2.121 | 0. | 0.200 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29286. | 6.339 | 0. | 0.200 |
| 50000 (100000 | 0. | 0.000 | 28. | .003 | 0. | 0.000 | 12537. | 5.111 | 0. | 0.200 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1114. | .366 | 0. | 0.200 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .241 | 0. | 0.200 |
| ALL RETURNS. Total | 0. | 0.000 | 363. | .016 | 0. | 0.000 | 88270. | 14.756 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 3

Plan Y: CONFERENCE PROVISION #4

RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.9 | 6.9 | -122.8 | -122.8 | 0.0 | 61.6 | 61.6 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 46.9 | 424.1 | 424.1 | 0.0 | 299.3 | 299.3 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 630.9 | 630.9 | 0.0 | 428.1 | 428.1 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 690.0 | 690.0 | 0.0 | 514.2 | 514.2 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1412.2 | 1412.4 | .1 | 1047.6 | 1047.7 | .1 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1976.3 | 1981.4 | 5.1 | 1596.9 | 1602.0 | 5.2 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 1009.2 | 1016.3 | 7.1 | 810.4 | 817.6 | 7.1 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.8 | 251.9 | 2.1 | 211.9 | 214.0 | 2.1 |
| 200000 (***** | 69 | .4 | .4 | .4 | 117.2 | 117.7 | .6 | 91.2 | 91.7 | .5 |
| TOTALS | 1699 | 338.1 | 261.7 | 261.7 | 6386.9 | 6401.9 | 15.0 | 5061.1 | 5076.2 | 15.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 2.292 | 2.292 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.094 | 3.094 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 | 13.000 | 13.000 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 0.000 | 1.910 | 1.910 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 0.000 | 4.810 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.509 | 20.446 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.595 | 14.376 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.071 | 13.038 |
| TOTALS | 154.8 | 154.8 | 14.2 | 14.2 | 5.927 | 5.927 | 0.000 | 0.000 | 70.186 | 69.872 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 0.0 | -2.4 | -2.4 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 17.1 | 17.1 | 0.0 | -2.1 | -2.1 | 0.0 | 15.0 | 15.0 | 0.0 |
| 10000 (15000 | 47.7 | 47.7 | 0.0 | -.1 | -.1 | 0.0 | 47.6 | 47.6 | 0.0 |
| 15000 (20000 | 53.7 | 53.7 | 0.0 | 0.0 | 0.0 | 0.0 | 53.7 | 53.7 | 0.0 |
| 20000 (30000 | 114.3 | 114.3 | .0 | 0.0 | 0.0 | 0.0 | 114.3 | 114.3 | .0 |
| 30000 (50000 | 234.4 | 235.8 | 1.5 | 0.0 | 0.0 | 0.0 | 234.4 | 235.8 | 1.5 |
| 50000 (100000 | 171.8 | 174.4 | 2.6 | 0.0 | 0.0 | 0.0 | 171.8 | 174.4 | 2.6 |
| 100000 (200000 | 59.2 | 59.9 | .7 | 0.0 | 0.0 | 0.0 | 59.2 | 59.9 | .7 |
| 200000 (***** | 41.9 | 42.2 | .2 | 0.0 | 0.0 | 0.0 | 41.9 | 42.2 | .2 |
| TOTALS | 743.7 | 748.7 | 5.0 | -4.6 | -4.6 | 0.0 | 739.1 | 744.1 | 5.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 647. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2825. | 0.025 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4534. | 0.141 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17443. | 1.695 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 25481. | 5.826 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 28. | 0.003 | 0. | 0.000 | 12418. | 5.110 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1114. | 0.366 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | 0.241 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 28. | 0.003 | 0. | 0.000 | 65747. | 13.484 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | 0.025 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1962. | 0.051 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 335. | 0.013 | 0. | 0.000 | 8908. | 0.207 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3404. | 0.128 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5140. | 0.426 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2805. | 0.513 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 120. | 0.001 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 335. | 0.013 | 0. | 0.000 | 22523. | 1.351 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | 0.025 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2689. | 0.051 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 335. | 0.013 | 0. | 0.000 | 11733. | 0.231 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7958. | 0.269 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22584. | 2.121 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29286. | 6.339 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 28. | 0.003 | 0. | 0.000 | 12537. | 5.111 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1114. | 0.366 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | 0.241 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 363. | 0.016 | 0. | 0.000 | 88270. | 14.756 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.9 | 6.9 | -122.8 | -122.8 | 0.0 | 61.6 | 61.6 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 46.9 | 424.1 | 424.1 | 0.0 | 299.3 | 299.3 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 630.9 | 630.9 | 0.0 | 428.1 | 428.1 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 690.0 | 690.0 | 0.0 | 514.2 | 514.2 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1412.2 | 1412.4 | .1 | 1047.6 | 1047.7 | .1 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1976.3 | 1981.4 | 5.1 | 1596.9 | 1602.0 | 5.2 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 1009.2 | 1016.3 | 7.1 | 810.4 | 817.6 | 7.1 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.8 | 251.9 | 2.1 | 211.9 | 214.0 | 2.1 |
| 200000 (***** | 69 | .4 | .4 | .4 | 117.2 | 117.7 | .6 | 91.2 | 91.7 | .5 |
| TOTALS | 1699 | 338.1 | 261.7 | 261.7 | 6386.9 | 6401.9 | 15.0 | 5061.1 | 5076.2 | 15.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 2.292 | 2.292 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.094 | 3.094 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 | 13.000 | 13.000 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 0.000 | 1.910 | 1.910 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 0.000 | 4.810 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.509 | 20.446 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.595 | 14.376 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.071 | 13.038 |
| TOTALS | 154.8 | 154.8 | 14.2 | 14.2 | 5.927 | 5.927 | 0.000 | 0.000 | 70.186 | 69.672 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 0.0 | -2.4 | -2.4 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 17.1 | 17.1 | 0.0 | -2.1 | -2.1 | 0.0 | 15.0 | 15.0 | 0.0 |
| 10000 (15000 | 47.7 | 47.7 | 0.0 | -.1 | -.1 | 0.0 | 47.6 | 47.6 | 0.0 |
| 15000 (20000 | 53.7 | 53.7 | 0.0 | 0.0 | 0.0 | 0.0 | 53.7 | 53.7 | 0.0 |
| 20000 (30000 | 114.3 | 114.3 | .0 | 0.0 | 0.0 | 0.0 | 114.3 | 114.3 | .0 |
| 30000 (50000 | 234.4 | 235.8 | 1.5 | 0.0 | 0.0 | 0.0 | 234.4 | 235.8 | 1.5 |
| 50000 (100000 | 171.8 | 174.4 | 2.6 | 0.0 | 0.0 | 0.0 | 171.8 | 174.4 | 2.6 |
| 100000 (200000 | 59.2 | 59.9 | .7 | 0.0 | 0.0 | 0.0 | 59.2 | 59.9 | .7 |
| 200000 (***** | 41.9 | 42.2 | .2 | 0.0 | 0.0 | 0.0 | 41.9 | 42.2 | .2 |
| TOTALS | 743.7 | 748.7 | 5.0 | -4.6 | -4.6 | 0.0 | 739.1 | 744.1 | 5.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3
Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI
Data for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 90. | .004 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3183. | 1.469 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2919. | 2.543 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 903. | .683 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 202. | .223 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7297. | 4.922 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 202. | .035 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 125. | .012 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 67. | .027 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 394. | .073 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 292. | .039 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3309. | 1.481 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2985. | 2.570 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 903. | .683 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 202. | .223 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7691. | 4.995 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.9 | 6.9 | -122.8 | -126.8 | -4.0 | 61.6 | 61.2 | -.3 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 46.9 | 424.1 | 423.2 | -.8 | 299.3 | 298.9 | -.4 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 630.9 | 630.4 | -.4 | 428.1 | 427.8 | -.2 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 690.0 | 689.2 | -.8 | 514.2 | 513.7 | -.5 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1412.4 | 1410.4 | -1.9 | 1047.7 | 1045.8 | -1.9 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1981.4 | 1980.0 | -1.4 | 1602.0 | 1601.1 | -.9 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.0 | 1016.3 | 1013.7 | -2.6 | 817.6 | 816.0 | -1.6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 251.9 | 251.4 | -.5 | 214.0 | 213.4 | -.5 |
| 200000 (***** | 69 | .4 | .4 | .4 | 117.7 | 117.1 | -.6 | 91.7 | 91.1 | -.6 |
| TOTALS | 1699 | 338.1 | 261.7 | 261.7 | 6401.9 | 6388.7 | -13.2 | 5076.2 | 5069.0 | -7.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 2.292 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.094 | 3.096 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.1 | 2.1 | .402 | .402 | 0.000 | 13.000 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .055 | .055 | 0.000 | 1.910 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | .011 | 0.000 | 4.810 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 20.446 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 14.376 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 13.038 |
| TOTALS | 154.8 | 154.8 | 14.2 | 14.2 | 5.927 | 5.929 | 0.000 | 69.872 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.6 | 3.5 | -.1 | -2.4 | -2.4 | 0.0 | 1.2 | 1.1 | -.1 |
| 5000 (10000 | 17.1 | 17.1 | -.0 | -2.1 | -2.1 | -.0 | 15.0 | 15.0 | -.0 |
| 10000 (15000 | 47.7 | 47.6 | -.0 | -.1 | -.1 | 0.0 | 47.6 | 47.5 | -.0 |
| 15000 (20000 | 53.7 | 53.6 | -.1 | 0.0 | 0.0 | 0.0 | 53.7 | 53.6 | -.1 |
| 20000 (30000 | 114.3 | 114.0 | -.3 | 0.0 | 0.0 | 0.0 | 114.3 | 114.0 | -.3 |
| 30000 (50000 | 235.8 | 235.6 | -.2 | 0.0 | 0.0 | 0.0 | 235.8 | 235.6 | -.2 |
| 50000 (100000 | 174.4 | 173.8 | -.6 | 0.0 | 0.0 | 0.0 | 174.4 | 173.8 | -.6 |
| 100000 (200000 | 59.9 | 59.7 | -.2 | 0.0 | 0.0 | 0.0 | 59.9 | 59.7 | -.2 |
| 200000 (***** | 42.2 | 42.0 | -.2 | 0.0 | 0.0 | 0.0 | 42.2 | 42.0 | -.2 |
| TOTALS | 748.7 | 747.0 | -1.8 | -4.6 | -4.6 | -.0 | 744.1 | 742.4 | -1.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 4
Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | -.008 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1662. | -.013 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 2076. | -.035 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 11441. | -.192 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 10160. | -.205 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 28. | -.003 | 0. | 0.000 | 7494. | -.579 | 14. | .001 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1391. | -.203 | 33. | .004 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 263. | -.181 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 28. | -.003 | 0. | 0.000 | 34487. | -1.415 | 47. | .005 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 719. | -.077 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 4193. | -.016 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 1643. | -.027 | 11. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 2981. | -.060 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3504. | -.077 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1052. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 190. | -.049 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 1. | -.003 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 14283. | -.347 | 12. | .000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 720. | -.005 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 5855. | -.029 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 1643. | -.027 | 11. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 5056. | -.095 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 14945. | -.268 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11212. | -.243 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 28. | -.003 | 0. | 0.000 | 7684. | -.628 | 14. | .001 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1391. | -.203 | 33. | .004 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 264. | -.184 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 28. | -.003 | 0. | 0.000 | 48770. | -1.763 | 59. | .005 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSES

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.9 | 7.0 | -126.8 | -55.2 | 71.6 | 61.2 | 61.2 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 46.9 | 423.2 | 423.2 | 0.0 | 298.9 | 298.9 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 630.4 | 630.9 | .4 | 427.8 | 428.1 | .3 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 689.2 | 697.0 | 7.8 | 513.7 | 517.3 | 3.6 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1410.4 | 1410.7 | .2 | 1045.8 | 1046.0 | .2 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1980.0 | 1989.4 | 9.4 | 1601.1 | 1605.0 | 3.9 |
| 50000 (100000 | 178 | 17.1 | 17.0 | 17.1 | 1013.7 | 1035.5 | 21.8 | 816.0 | 830.9 | 15.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 251.4 | 253.2 | 1.8 | 213.4 | 215.3 | 1.9 |
| 200000 (***** | 69 | .4 | .4 | .4 | 117.1 | 120.3 | 3.2 | 91.1 | 94.3 | 3.2 |
| TOTALS | 1699 | 338.1 | 261.7 | 261.9 | 6388.7 | 6505.0 | 116.3 | 5069.0 | 5097.2 | 28.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 2.269 | 10.265 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.096 | 3.096 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.2 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 | 13.000 | 13.037 |
| 15000 (20000 | 18.0 | 18.0 | 0.0 | 0.0 | .053 | 0.000 | 0.000 | 0.000 | 1.869 | 2.887 |
| 20000 (30000 | 41.5 | 41.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 45.2 | 0.0 | 0.0 | .011 | 0.000 | 0.000 | 0.000 | 4.788 | 5.149 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.349 | 21.921 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.391 | 14.370 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.148 | 12.545 |
| TOTALS | 154.8 | 154.8 | 14.2 | 14.2 | 5.929 | 5.862 | 0.000 | 0.000 | 69.814 | 80.172 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.5 | 11.5 | 8.0 | -2.4 | -2.4 | 0.0 | 1.1 | 9.1 | 8.0 |
| 5000 (10000 | 17.1 | 17.1 | 0.0 | -2.1 | -2.1 | 0.0 | 15.0 | 15.0 | 0.0 |
| 10000 (15000 | 47.6 | 47.7 | .1 | -.1 | -.1 | 0.0 | 47.5 | 47.6 | .1 |
| 15000 (20000 | 53.6 | 55.1 | 1.5 | 0.0 | 0.0 | 0.0 | 53.6 | 55.1 | 1.5 |
| 20000 (30000 | 114.0 | 114.0 | 0.0 | 0.0 | 0.0 | 0.0 | 114.0 | 114.0 | 0.0 |
| 30000 (50000 | 235.6 | 236.7 | 1.1 | 0.0 | 0.0 | 0.0 | 235.6 | 236.7 | 1.1 |
| 50000 (100000 | 173.8 | 178.1 | 4.4 | 0.0 | 0.0 | 0.0 | 173.8 | 178.1 | 4.4 |
| 100000 (200000 | 59.7 | 60.4 | .6 | 0.0 | 0.0 | 0.0 | 59.7 | 60.4 | .6 |
| 200000 (***** | 42.0 | 43.0 | 1.0 | 0.0 | 0.0 | 0.0 | 42.0 | 43.0 | 1.0 |
| TOTALS | 747.0 | 763.7 | 16.7 | -4.6 | -4.6 | 0.0 | 742.4 | 759.1 | 16.7 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5
Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI
Data for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 29. | 7.001 | 0. | 0.000 | 29. | 7.001 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 42. | .682 | 0. | 0.000 | 689. | .856 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 122. | .906 | 0. | 0.000 | 1260. | 3.899 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 339. | .648 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 180. | .947 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 193. | 8.508 | 0. | 0.000 | 2496. | 13.350 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 28. | .715 | 0. | 0.000 | 173. | .995 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 367. | .078 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 111. | 1.474 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 23. | .273 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7. | .490 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .035 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 28. | .715 | 0. | 0.000 | 682. | 3.345 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 56. | 7.715 | 0. | 0.000 | 202. | 7.996 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 367. | .078 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 111. | 1.474 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 42. | .682 | 0. | 0.000 | 711. | 1.129 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 122. | .906 | 0. | 0.000 | 1267. | 4.388 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 339. | .648 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 181. | .983 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 221. | 9.223 | 0. | 0.000 | 3178. | 16.695 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7
EMPLOYEE, MOVING, & MISC DEDUCTIONSData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -55.2 | -53.9 | 1.3 | 61.2 | 61.5 | .2 |
| 5000 (10000 | 228 | 58.8 | 46.9 | 48.0 | 423.2 | 433.8 | 10.5 | 298.9 | 306.8 | 7.9 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 638.9 | 652.6 | 21.7 | 428.1 | 433.3 | 5.2 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 697.0 | 711.7 | 14.7 | 517.3 | 527.5 | 10.2 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1410.7 | 1431.0 | 20.3 | 1046.0 | 1061.8 | 15.8 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1989.4 | 2016.6 | 27.2 | 1605.0 | 1623.3 | 18.2 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1035.5 | 1045.2 | 9.7 | 830.9 | 839.9 | 8.9 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 253.2 | 254.8 | 1.6 | 215.3 | 216.6 | 1.3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.3 | 120.5 | .2 | 94.3 | 95.6 | 1.3 |
| TOTALS | 1699 | 338.1 | 261.9 | 263.0 | 6505.0 | 6612.3 | 107.3 | 5097.2 | 5166.3 | 69.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 5.0 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 10.265 | 10.286 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.096 | 3.096 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 21.3 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 | 13.037 | 13.037 |
| 15000 (20000 | 18.0 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.887 | 2.886 |
| 20000 (30000 | 41.5 | 42.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 44.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 5.149 | 5.523 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.921 | 21.910 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.370 | 14.403 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 12.545 | 12.193 |
| TOTALS | 154.8 | 156.7 | 14.2 | 14.2 | 5.862 | 5.862 | 0.000 | 0.000 | 80.172 | 80.239 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | .0 | -2.4 | -2.4 | 0.0 | 9.1 | 9.1 | .0 |
| 5000 (10000 | 17.1 | 18.1 | 1.0 | -2.1 | -2.1 | 0.0 | 15.0 | 15.9 | 1.0 |
| 10000 (15000 | 47.7 | 48.4 | .7 | -.1 | -.1 | 0.0 | 47.6 | 48.3 | .7 |
| 15000 (20000 | 55.1 | 56.5 | 1.4 | 0.0 | 0.0 | 0.0 | 55.1 | 56.5 | 1.4 |
| 20000 (30000 | 114.0 | 116.9 | 2.9 | 0.0 | 0.0 | 0.0 | 114.0 | 116.9 | 2.9 |
| 30000 (50000 | 236.7 | 241.6 | 4.9 | 0.0 | 0.0 | 0.0 | 236.7 | 241.6 | 4.9 |
| 50000 (100000 | 178.1 | 181.0 | 2.9 | 0.0 | 0.0 | 0.0 | 178.1 | 181.0 | 2.9 |
| 100000 (200000 | 60.4 | 60.9 | .5 | 0.0 | 0.0 | 0.0 | 60.4 | 60.9 | .5 |
| 200000 (***** | 43.0 | 43.2 | .3 | 0.0 | 0.0 | 0.0 | 43.0 | 43.2 | .3 |
| TOTALS | 763.7 | 778.3 | 14.7 | -4.6 | -4.6 | 0.0 | 759.1 | 773.7 | 14.7 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 6

Plan Y: CONFERENCE PROVISION #7

Data for: ALL RETURNS

EMPLOYEE, MOVING, & MISC DEDUCTIONS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NON-TAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|--------------------------------------------------|------------------------------|-------------------------------------------------|------------------------------|----------------------------------------|------------------------------|---------------------|------------------------------|-----------------------------------------------------|------------------------------|
| | NUMBER OF RETURNS | | NUMBER OF RETURNS | | TAX DECREASES | | TAX INCREASES | | TYPE OF DEDUCTION | |
| | DECREASE (UNITS) | AMOUNT OF TAX (\$ MIL) | INCREASE (UNITS) | AMOUNT OF TAX (\$ MIL) | DECREASE (UNITS) | AMOUNT OF TAX (\$ MIL) | INCREASE (UNITS) | AMOUNT OF TAX (\$ MIL) | OF RETURNS (UNITS) | CHANGE OF TAX (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 396. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1466. | .067 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14587. | .464 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11931. | .419 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 32840. | 2.028 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 39563. | 4.645 | 615. | .056 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14878. | 2.892 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 956. | .575 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 193. | .277 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 116831. | 11.368 | 615. | .056 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 86. | .038 | 13. | .022 |
| 5000 (10000 | 0. | 0.000 | 1075. | .074 | 0. | 0.000 | 5162. | .323 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1162. | .203 | 78. | .036 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2414. | .398 | 1266. | .762 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2545. | .873 | 1046. | .526 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 835. | .271 | 163. | .106 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 1075. | .074 | 0. | 0.000 | 12205. | 3.305 | 2565. | 1.532 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 481. | .038 | 13. | .022 |
| 5000 (10000 | 0. | 0.000 | 1075. | .074 | 0. | 0.000 | 6648. | .390 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15750. | .666 | 78. | .036 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14345. | 1.417 | 1266. | .762 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 35386. | 2.902 | 1046. | .526 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 40396. | 4.916 | 778. | .162 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14879. | 2.892 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 956. | .575 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 193. | .277 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 1075. | .074 | 0. | 0.000 | 129036. | 14.673 | 3160. | 1.588 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #8
LIMIT NON-BUS INTEREST DEDUCTIONS

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -53.9 | -54.0 | -.1 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 48.0 | 48.0 | 433.8 | 433.6 | -.1 | 306.8 | 307.9 | 1.1 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 652.6 | 652.3 | -.2 | 433.3 | 434.8 | 1.4 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 711.7 | 711.2 | -.4 | 527.3 | 533.6 | 6.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1431.0 | 1429.2 | -1.8 | 1061.8 | 1077.6 | 15.8 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 2016.6 | 2014.5 | -2.1 | 1623.3 | 1641.5 | 18.2 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1045.2 | 1044.5 | -.7 | 839.9 | 849.2 | 9.3 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.0 | 254.7 | .7 | 216.6 | 217.4 | .9 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | -.0 | 95.6 | 95.9 | .3 |
| TOTALS | 1699 | 338.1 | 263.0 | 263.0 | 6612.3 | 6606.6 | -5.7 | 5166.3 | 5219.4 | 53.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.096 | 3.097 | 0.000 | 0.000 |
| 10000 (15000 | 21.3 | 21.3 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 42.5 | 41.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 44.8 | 41.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 156.7 | 152.6 | 14.2 | 14.2 | 5.862 | 5.863 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | .0 | -2.4 | -2.4 | 0.0 | 9.1 | 9.1 | .0 |
| 5000 (10000 | 18.1 | 18.2 | .1 | -2.1 | -2.1 | -.0 | 15.9 | 16.0 | .1 |
| 10000 (15000 | 48.4 | 48.6 | .2 | -.1 | -.1 | 0.0 | 48.3 | 48.5 | .2 |
| 15000 (20000 | 56.5 | 57.2 | .7 | 0.0 | 0.0 | 0.0 | 56.5 | 57.2 | .7 |
| 20000 (30000 | 116.9 | 119.4 | 2.4 | 0.0 | 0.0 | 0.0 | 116.9 | 119.4 | 2.4 |
| 30000 (50000 | 241.6 | 246.0 | 4.3 | 0.0 | 0.0 | 0.0 | 241.6 | 246.0 | 4.3 |
| 50000 (100000 | 181.0 | 183.5 | 2.5 | 0.0 | 0.0 | 0.0 | 181.0 | 183.5 | 2.5 |
| 100000 (200000 | 60.9 | 61.2 | .3 | 0.0 | 0.0 | 0.0 | 60.9 | 61.2 | .3 |
| 200000 (***** | 43.2 | 43.4 | .1 | 0.0 | 0.0 | 0.0 | 43.2 | 43.4 | .1 |
| TOTALS | 778.3 | 789.0 | 10.6 | -4.6 | -4.6 | -.0 | 773.7 | 784.4 | 10.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 7

Plan Y: CONFERENCE PROVISION #8

LIMIT NON-BUS INTEREST DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 647. | -.001 | 2057. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5138. | .176 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9640. | .712 | 260. | .025 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 33179. | 2.429 | 825. | .037 |
| 30000 (50000 | 0. | 0.000 | 2. | .001 | 87. | -.010 | 39446. | 4.353 | 3012. | .353 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 438. | -.043 | 14450. | 2.530 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 73. | -.006 | 1042. | .294 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 257. | .118 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 2. | .001 | 1247. | -.060 | 105239. | 10.702 | 4104. | .415 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 615. | -.015 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 615. | -.015 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 647. | -.001 | 2057. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5138. | .176 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9640. | .712 | 260. | .025 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 33179. | 2.429 | 825. | .037 |
| 30000 (50000 | 0. | 0.000 | 2. | .001 | 703. | -.025 | 39446. | 4.353 | 3012. | .353 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 438. | -.043 | 14450. | 2.530 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 73. | -.006 | 1042. | .294 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 257. | .118 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 2. | .001 | 1862. | -.075 | 105239. | 10.702 | 4104. | .415 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 8

Plan Y: CONFERENCE PROVISION #9

INCREASED FLOOR UNDER MEDICAL DEDUCT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -54.0 | -54.0 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 48.0 | 48.0 | 433.6 | 433.6 | 0.0 | 307.9 | 308.5 | .6 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 652.3 | 652.3 | 0.0 | 434.8 | 438.2 | 3.5 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 711.2 | 711.2 | 0.0 | 533.6 | 539.5 | 5.9 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1429.2 | 1429.2 | 0.0 | 1077.6 | 1086.5 | 8.9 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 2014.5 | 2014.5 | 0.0 | 1641.5 | 1645.9 | 4.4 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 849.2 | 850.8 | 1.6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 217.4 | 217.5 | .0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 95.9 | 95.9 | 0.0 |
| TOTALS | 1699 | 338.1 | 263.0 | 263.0 | 6606.6 | 6606.6 | 0.0 | 5219.4 | 5246.3 | 26.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.097 | 3.097 | 0.000 | 0.000 |
| 10000 (15000 | 21.3 | 21.3 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 |
| 15000 (20000 | 19.0 | 19.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 41.7 | 38.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 41.8 | 41.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 152.6 | 149.2 | 14.2 | 14.2 | 5.863 | 5.863 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | 0.0 | -2.4 | -2.4 | 0.0 | 9.1 | 9.1 | 0.0 |
| 5000 (10000 | 18.2 | 18.3 | .1 | -2.1 | -2.1 | 0.0 | 16.0 | 16.1 | .1 |
| 10000 (15000 | 48.6 | 48.9 | .4 | -.1 | -.1 | 0.0 | 48.5 | 48.8 | .4 |
| 15000 (20000 | 57.2 | 58.0 | .8 | 0.0 | 0.0 | 0.0 | 57.2 | 58.0 | .8 |
| 20000 (30000 | 119.4 | 121.2 | 1.9 | 0.0 | 0.0 | 0.0 | 119.4 | 121.2 | 1.9 |
| 30000 (50000 | 246.0 | 247.1 | 1.1 | 0.0 | 0.0 | 0.0 | 246.0 | 247.1 | 1.1 |
| 50000 (100000 | 183.5 | 184.1 | .5 | 0.0 | 0.0 | 0.0 | 183.5 | 184.1 | .5 |
| 100000 (200000 | 61.2 | 61.2 | .0 | 0.0 | 0.0 | 0.0 | 61.2 | 61.2 | .0 |
| 200000 (***** | 43.4 | 43.4 | 0.0 | 0.0 | 0.0 | 0.0 | 43.4 | 43.4 | 0.0 |
| TOTALS | 789.0 | 793.6 | 4.7 | -4.6 | -4.6 | 0.0 | 784.4 | 789.0 | 4.7 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 8

Plan Y: CONFERENCE PROVISION #9

Data for: ALL RETURNS

INCREASED FLOOR UNDER MEDICAL DEDUCT

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1662. | .068 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12001. | .375 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11132. | .753 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19827. | 1.853 | 3304. | .360 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9577. | 1.081 | 121. | .023 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1418. | .532 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 55. | .005 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 55672. | 4.667 | 3425. | .483 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1662. | .068 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12001. | .375 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11132. | .753 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19827. | 1.853 | 3304. | .360 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9577. | 1.081 | 121. | .023 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1418. | .532 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 55. | .005 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 55672. | 4.667 | 3425. | .483 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTIONData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -54.0 | -54.0 | 0.0 | 61.5 | 61.5 | .0 |
| 5000 (10000 | 228 | 58.8 | 48.0 | 48.0 | 433.6 | 433.6 | 0.0 | 308.5 | 308.8 | .4 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 45.7 | 652.3 | 652.3 | 0.0 | 438.2 | 441.3 | 3.1 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 35.0 | 711.2 | 711.2 | 0.0 | 539.5 | 541.9 | 2.4 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1429.2 | 1429.2 | 0.0 | 1088.5 | 1096.8 | 8.3 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 2014.5 | 2014.5 | 0.0 | 1645.9 | 1659.0 | 13.1 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 850.8 | 857.3 | 6.5 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 217.5 | 218.8 | 1.3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 95.9 | 96.3 | .3 |
| TOTALS | 1699 | 338.1 | 263.0 | 263.0 | 6606.6 | 6606.6 | 0.0 | 5246.3 | 5281.8 | 35.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 | 10.288 | 10.288 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.897 | 3.897 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.3 | 19.0 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 | 13.037 | 13.037 |
| 15000 (20000 | 19.0 | 18.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.886 | 2.886 |
| 20000 (30000 | 38.4 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 41.7 | 40.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 5.461 | 5.423 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.574 | 21.395 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.324 | 14.159 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 12.161 | 12.090 |
| TOTALS | 149.2 | 143.0 | 14.2 | 14.2 | 5.863 | 5.863 | 0.000 | 0.000 | 79.730 | 79.277 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | .0 | -2.4 | -2.4 | 0.0 | 9.1 | 9.2 | .0 |
| 5000 (10000 | 18.3 | 18.3 | .0 | -2.1 | -2.1 | 0.0 | 16.1 | 16.1 | .0 |
| 10000 (15000 | 48.9 | 49.3 | .3 | -.1 | -.1 | 0.0 | 48.8 | 49.2 | .3 |
| 15000 (20000 | 58.0 | 58.3 | .3 | 0.0 | 0.0 | 0.0 | 58.0 | 58.3 | .3 |
| 20000 (30000 | 121.2 | 122.6 | 1.4 | 0.0 | 0.0 | 0.0 | 121.2 | 122.6 | 1.4 |
| 30000 (50000 | 247.1 | 250.3 | 3.3 | 0.0 | 0.0 | 0.0 | 247.1 | 250.3 | 3.3 |
| 50000 (100000 | 184.1 | 186.1 | 2.0 | 0.0 | 0.0 | 0.0 | 184.1 | 186.1 | 2.0 |
| 100000 (200000 | 61.2 | 61.7 | .4 | 0.0 | 0.0 | 0.0 | 61.2 | 61.7 | .4 |
| 200000 (***** | 43.4 | 43.5 | .1 | 0.0 | 0.0 | 0.0 | 43.4 | 43.5 | .1 |
| TOTALS | 793.6 | 801.5 | 7.9 | -4.6 | -4.6 | 0.0 | 789.0 | 796.9 | 7.9 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 9

Plan Y: CONFERENCE PROVISION #10

REPEAL SALES TAX DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 396. | .010 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2057. | .039 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15029. | .331 | 2251. | .031 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9379. | .312 | 523. | .009 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 30000. | 1.384 | 2113. | .062 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 37248. | 3.283 | 1211. | .088 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13562. | 2.000 | 62. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1253. | .417 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 188. | .183 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 109920. | 7.879 | 6159. | .190 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 396. | .010 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2057. | .039 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15029. | .331 | 2251. | .031 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9379. | .312 | 523. | .009 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 30000. | 1.384 | 2113. | .062 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 37248. | 3.283 | 1211. | .088 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13562. | 2.000 | 62. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1253. | .417 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 188. | .183 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 109920. | 7.879 | 6159. | .190 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10

Income Classifier: FEDERAL PLAN X A61

Plan Y: CONFERENCE PROVISION #11
REPEAL ITCData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -54.0 | -54.0 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 48.0 | 48.3 | 433.6 | 433.6 | 0.0 | 308.8 | 308.8 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 45.7 | 46.0 | 652.3 | 652.3 | 0.0 | 441.3 | 441.3 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 37.6 | 711.2 | 711.2 | 0.0 | 541.9 | 541.9 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 56.0 | 1429.2 | 1429.2 | 0.0 | 1096.8 | 1096.8 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.6 | 2014.5 | 2014.5 | 0.0 | 1659.0 | 1659.0 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 857.3 | 857.3 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 218.8 | 218.8 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 96.3 | 96.3 | 0.0 |
| TOTALS | 1699 | 338.1 | 263.0 | 268.8 | 6606.6 | 6606.6 | 0.0 | 5281.8 | 5281.8 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.4 | 5.4 | 2.364 | 2.364 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 6.7 | 3.097 | 3.097 | 0.000 | 0.000 |
| 10000 (15000 | 19.0 | 19.0 | 2.1 | 2.1 | .402 | .402 | 0.000 | 0.000 |
| 15000 (20000 | 18.5 | 18.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 36.3 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.4 | 40.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 143.0 | 143.0 | 14.2 | 14.2 | 5.863 | 5.863 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | 0.0 | -2.4 | -2.4 | 0.0 | 9.2 | 9.2 | 0.0 |
| 5000 (10000 | 18.3 | 18.6 | .3 | -2.1 | -2.1 | 0.0 | 16.1 | 16.5 | .3 |
| 10000 (15000 | 49.3 | 49.5 | .3 | -.1 | -.1 | 0.0 | 49.2 | 49.4 | .3 |
| 15000 (20000 | 58.3 | 59.4 | 1.0 | 0.0 | 0.0 | 0.0 | 58.3 | 59.4 | 1.0 |
| 20000 (30000 | 122.6 | 128.6 | 6.0 | 0.0 | 0.0 | 0.0 | 122.6 | 128.6 | 6.0 |
| 30000 (50000 | 250.3 | 252.9 | 2.6 | 0.0 | 0.0 | 0.0 | 250.3 | 252.9 | 2.6 |
| 50000 (100000 | 186.1 | 189.5 | 3.5 | 0.0 | 0.0 | 0.0 | 186.1 | 189.5 | 3.5 |
| 100000 (200000 | 61.7 | 63.0 | 1.4 | 0.0 | 0.0 | 0.0 | 61.7 | 63.0 | 1.4 |
| 200000 (***** | 43.5 | 43.7 | .2 | 0.0 | 0.0 | 0.0 | 43.5 | 43.7 | .2 |
| TOTALS | 801.5 | 816.8 | 15.3 | -4.6 | -4.6 | 0.0 | 796.9 | 812.2 | 15.3 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #11
REPEAL ITCData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 954. | .222 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 2357. | .751 | 0. | 0.000 | 2910. | .007 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 1826. | 2.790 | 0. | 0.000 | 4577. | 3.770 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 181. | .211 | 0. | 0.000 | 3825. | 2.097 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2770. | 3.476 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 2. | .004 | 0. | 0.000 | 610. | 1.392 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 157. | .241 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 4365. | 3.763 | 0. | 0.000 | 15803. | 12.005 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 328. | .090 | 0. | 0.000 | 1937. | .327 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 344. | .032 | 0. | 0.000 | 344. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 213. | .027 | 0. | 0.000 | 912. | .230 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 611. | .553 | 0. | 0.000 | 2698. | 2.206 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 628. | .489 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5. | .013 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 1496. | .703 | 0. | 0.000 | 6523. | 3.297 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 328. | .090 | 0. | 0.000 | 1937. | .327 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 344. | .032 | 0. | 0.000 | 1298. | .254 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 2570. | .778 | 0. | 0.000 | 3821. | 1.037 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 2437. | 3.352 | 0. | 0.000 | 7275. | 5.975 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 181. | .211 | 0. | 0.000 | 4454. | 2.586 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2775. | 3.489 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 2. | .004 | 0. | 0.000 | 610. | 1.392 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 157. | .241 | 0. | 0.000 |
| ALL RETURNS, Total: | 0. | 0.000 | 5861. | 4.466 | 0. | 0.000 | 22326. | 15.302 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 11

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #12
EXPANDED EARNED INCOME CREDIT

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -54.0 | -54.0 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 48.3 | 45.9 | 433.6 | 433.6 | 0.0 | 308.8 | 328.3 | 2.0 |
| 10000 (15000 | 165 | 52.0 | 46.0 | 40.7 | 652.3 | 652.3 | 0.0 | 441.3 | 441.3 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 37.6 | 37.6 | 711.2 | 711.2 | 0.0 | 541.9 | 541.9 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 56.0 | 56.0 | 1429.2 | 1429.2 | 0.0 | 1096.8 | 1096.8 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.6 | 54.6 | 2014.5 | 2014.5 | 0.0 | 1659.0 | 1659.0 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 857.3 | 857.3 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 218.8 | 218.8 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 96.3 | 96.3 | 0.0 |
| TOTALS | 1699 | 338.1 | 268.8 | 261.2 | 6606.6 | 6606.6 | 0.0 | 5281.8 | 5281.8 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.4 | 5.9 | 2.364 | 3.380 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 6.7 | 9.1 | 3.097 | 6.413 | 0.000 | 0.000 |
| 10000 (15000 | 19.0 | 19.0 | 2.1 | 7.4 | .402 | 4.302 | 0.000 | 0.000 |
| 15000 (20000 | 18.5 | 18.5 | 0.0 | 0.0 | 0.000 | .000 | 0.000 | 0.000 |
| 20000 (30000 | 36.3 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.4 | 40.4 | 0.0 | 0.0 | 0.000 | .000 | 0.000 | 0.000 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 143.0 | 143.0 | 14.2 | 22.4 | 5.863 | 14.095 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | -0.0 | -2.4 | -3.4 | -1.0 | 9.2 | 8.1 | -1.0 |
| 5000 (10000 | 18.6 | 18.1 | -0.5 | -2.1 | -5.0 | -2.8 | 16.5 | 13.2 | -3.3 |
| 10000 (15000 | 49.5 | 47.9 | -1.6 | -1.1 | -2.4 | -2.3 | 49.4 | 45.5 | -3.9 |
| 15000 (20000 | 59.4 | 59.4 | -0.0 | 0.0 | 0.0 | 0.0 | 59.4 | 59.4 | -0.0 |
| 20000 (30000 | 128.6 | 128.6 | 0.0 | 0.0 | 0.0 | 0.0 | 128.6 | 128.6 | 0.0 |
| 30000 (50000 | 252.9 | 252.9 | -0.0 | 0.0 | 0.0 | 0.0 | 252.9 | 252.9 | -0.0 |
| 50000 (100000 | 189.5 | 189.5 | 0.0 | 0.0 | 0.0 | 0.0 | 189.5 | 189.5 | 0.0 |
| 100000 (200000 | 63.0 | 63.0 | 0.0 | 0.0 | 0.0 | 0.0 | 63.0 | 63.0 | 0.0 |
| 200000 (***** | 43.7 | 43.7 | 0.0 | 0.0 | 0.0 | 0.0 | 43.7 | 43.7 | 0.0 |
| TOTALS | 816.8 | 814.7 | -2.1 | -4.6 | -10.7 | -6.1 | 812.2 | 804.0 | -8.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 441. | -0.059 | 0. | 0.000 | 2. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 2355. | -0.609 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 220. | -0.059 | 0. | 0.000 | 4604. | -1.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 220. | -0.059 | 0. | 0.000 | 7400. | -1.749 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 5631. | -0.957 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 2412. | -0.954 | 0. | 0.000 | 8829. | -2.707 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 5052. | -2.007 | 0. | 0.000 | 7919. | -2.820 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 7464. | -3.040 | 0. | 0.000 | 22383. | -6.484 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 5072. | -1.016 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 2412. | -0.954 | 0. | 0.000 | 11184. | -3.316 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 5272. | -2.145 | 0. | 0.000 | 12523. | -3.900 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 7684. | -3.099 | 0. | 0.000 | 29784. | -8.232 | 0. | 0.000 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 12

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #13
REPEAL POLITICAL CONTRIBUTION CREDIT

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 7.0 | -54.0 | -54.0 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 45.9 | 45.9 | 433.6 | 433.6 | 0.0 | 308.8 | 308.8 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 40.7 | 40.7 | 652.3 | 652.3 | 0.0 | 441.3 | 441.3 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 37.6 | 37.6 | 711.2 | 711.2 | 0.0 | 541.9 | 541.9 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 56.0 | 56.0 | 1429.2 | 1429.2 | 0.0 | 1096.8 | 1096.8 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.6 | 54.6 | 2014.5 | 2014.5 | 0.0 | 1659.0 | 1659.0 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 857.3 | 857.3 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 218.8 | 218.8 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 96.3 | 96.3 | 0.0 |
| TOTALS | 1699 | 338.1 | 261.2 | 261.2 | 6606.6 | 6606.6 | 0.0 | 5281.8 | 5281.8 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.9 | 5.9 | 3.380 | 3.380 | 0.000 | 0.000 | 10.288 | 10.288 |
| 5000 (10000 | 4.7 | 4.7 | 9.1 | 9.1 | 6.413 | 6.413 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 19.0 | 19.0 | 7.4 | 7.4 | 4.382 | 4.382 | 0.000 | 0.000 | 13.037 | 13.037 |
| 15000 (20000 | 18.5 | 18.5 | 0.0 | 0.0 | .000 | .000 | 0.000 | 0.000 | 2.886 | 2.886 |
| 20000 (30000 | 36.3 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.4 | 40.4 | 0.0 | 0.0 | .000 | .000 | 0.000 | 0.000 | 4.834 | 4.834 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 19.493 | 19.484 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.739 | 9.736 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.908 | 10.897 |
| TOTALS | 143.0 | 143.0 | 22.4 | 22.4 | 14.895 | 14.895 | 0.000 | 0.000 | 71.185 | 71.161 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 11.5 | .0 | -3.4 | -3.4 | 0.0 | 8.1 | 8.1 | .0 |
| 5000 (10000 | 18.1 | 18.1 | .0 | -5.0 | -5.0 | 0.0 | 13.2 | 13.2 | .0 |
| 10000 (15000 | 47.9 | 48.2 | .3 | -2.4 | -2.4 | 0.0 | 45.5 | 45.8 | .3 |
| 15000 (20000 | 59.4 | 59.6 | .3 | 0.0 | 0.0 | 0.0 | 59.4 | 59.6 | .3 |
| 20000 (30000 | 128.6 | 128.6 | .0 | 0.0 | 0.0 | 0.0 | 128.6 | 128.6 | .0 |
| 30000 (50000 | 252.9 | 253.3 | .4 | 0.0 | 0.0 | 0.0 | 252.9 | 253.3 | .4 |
| 50000 (100000 | 189.5 | 189.7 | .2 | 0.0 | 0.0 | 0.0 | 189.5 | 189.7 | .2 |
| 100000 (200000 | 63.0 | 63.1 | .0 | 0.0 | 0.0 | 0.0 | 63.0 | 63.1 | .0 |
| 200000 (***** | 43.7 | 43.7 | .0 | 0.0 | 0.0 | 0.0 | 43.7 | 43.7 | .0 |
| TOTALS | 814.7 | 815.9 | 1.2 | -10.7 | -10.7 | 0.0 | 804.0 | 805.2 | 1.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NON-TAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|--------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|-------------------------------------------|
| | NUMBER OF RETURNS (UNITS) | | NUMBER OF RETURNS (UNITS) | | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | |
| | AMOUNT OF TAX DECREASE (\$ MIL) | AMOUNT OF TAX INCREASE (\$ MIL) | AMOUNT OF TAX DECREASE (\$ MIL) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2651. | .088 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6146. | .239 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 788. | .016 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3681. | .283 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2781. | .203 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .032 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 85. | .012 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16318. | .873 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | .009 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 718. | .016 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3289. | .203 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1152. | .030 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2690. | .022 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1253. | .071 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9206. | .351 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | .009 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 716. | .016 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5940. | .291 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7298. | .269 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3399. | .039 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4935. | .355 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2781. | .203 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .032 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 85. | .012 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 25524. | 1.223 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 7.0 | 13.5 | -54.0 | -54.0 | 0.0 | 61.5 | 77.3 | 15.7 |
| 5000 (10000 | 228 | 58.8 | 45.9 | 42.8 | 433.6 | 433.6 | 0.0 | 308.8 | 283.6 | -25.2 |
| 10000 (15000 | 165 | 52.0 | 40.7 | 37.7 | 652.3 | 652.3 | 0.0 | 441.3 | 390.5 | -50.8 |
| 15000 (20000 | 136 | 39.4 | 37.6 | 34.7 | 711.2 | 711.2 | 0.0 | 541.9 | 496.6 | -45.3 |
| 20000 (30000 | 194 | 57.5 | 56.0 | 55.9 | 1429.2 | 1429.2 | 0.0 | 1096.8 | 974.9 | -121.8 |
| 30000 (50000 | 241 | 54.7 | 54.6 | 54.6 | 2014.5 | 2014.5 | 0.0 | 1659.0 | 1538.0 | -121.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 857.3 | 613.2 | -244.1 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 218.8 | 215.3 | -3.6 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 96.3 | 95.8 | -.5 |
| TOTALS | 1699 | 338.1 | 261.2 | 258.5 | 6606.6 | 6606.6 | 0.0 | 5281.8 | 4885.2 | -396.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.9 | 5.9 | 3.380 | 3.380 | 0.000 | 0.000 | 10.288 | 10.296 |
| 5000 (10000 | 4.7 | 4.7 | 9.1 | 10.1 | 6.413 | 6.413 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 19.0 | 19.0 | 7.4 | 10.1 | 4.382 | 4.382 | 0.000 | 0.000 | 13.837 | 13.365 |
| 15000 (20000 | 18.5 | 18.5 | 0.0 | .0 | .000 | .000 | 0.000 | 0.000 | 2.886 | 2.947 |
| 20000 (30000 | 36.3 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.4 | 40.4 | 0.0 | 0.0 | .000 | .000 | 0.000 | 0.000 | 4.834 | 5.284 |
| 50000 (100000 | 16.8 | 16.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 19.484 | 20.761 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.736 | 10.323 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.697 | 10.997 |
| TOTALS | 143.0 | 143.0 | 22.4 | 26.1 | 14.095 | 14.095 | 0.000 | 0.000 | 71.161 | 73.774 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.5 | 12.3 | .7 | -3.4 | -3.4 | 0.0 | 8.1 | 8.9 | .7 |
| 5000 (10000 | 18.1 | 17.2 | -.9 | -5.0 | -5.0 | -.9 | 13.2 | 11.4 | -1.8 |
| 10000 (15000 | 48.2 | 45.7 | -2.5 | -2.4 | -3.6 | -1.2 | 45.8 | 42.1 | -3.7 |
| 15000 (20000 | 59.6 | 53.9 | -5.7 | 0.0 | -.0 | -.0 | 59.6 | 53.9 | -5.7 |
| 20000 (30000 | 128.6 | 107.7 | -20.9 | 0.0 | 0.0 | 0.0 | 128.6 | 107.7 | -20.9 |
| 30000 (50000 | 253.3 | 224.2 | -29.1 | 0.0 | 0.0 | 0.0 | 253.3 | 224.2 | -29.1 |
| 50000 (100000 | 189.7 | 176.3 | -13.4 | 0.0 | 0.0 | 0.0 | 189.7 | 176.3 | -13.4 |
| 100000 (200000 | 63.1 | 62.1 | -.9 | 0.0 | 0.0 | 0.0 | 63.1 | 62.1 | -.9 |
| 200000 (***** | 43.7 | 43.6 | -.1 | 0.0 | 0.0 | 0.0 | 43.7 | 43.6 | -.1 |
| TOTALS | 815.9 | 743.0 | -72.9 | -10.7 | -12.8 | -2.1 | 805.2 | 730.2 | -75.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 553. | .095 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1672. | -.379 | 385. | .063 | 0. | 0.000 |
| 10000 (15000 | 2325. | -.490 | 0. | 0.000 | 8271. | -1.443 | 4886. | .234 | 0. | 0.000 |
| 15000 (20000 | 2714. | -.722 | 0. | 0.000 | 9488. | -2.634 | 7853. | .588 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 33585. | -13.986 | 1296. | .125 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 38585. | -22.899 | 1330. | .151 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 15120. | -13.570 | 566. | .137 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 995. | -1.854 | 422. | .121 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 152. | -.162 | 39. | .013 | 0. | 0.000 |
| ITEMIZE. Total | 5019. | -1.212 | 0. | 0.000 | 107867. | -55.327 | 17351. | 1.519 | 0. | 0.000 |
| ***** (5000 | 1260. | -.839 | 7835. | .597 | 3412. | -.383 | 10478. | .936 | 0. | 0.000 |
| 5000 (10000 | 3136. | -.849 | 0. | 0.000 | 27857. | -4.198 | 19962. | 2.740 | 0. | 0.000 |
| 10000 (15000 | 750. | -.188 | 0. | 0.000 | 21329. | -3.951 | 9956. | 1.458 | 0. | 0.000 |
| 15000 (20000 | 213. | -.027 | 0. | 0.000 | 16997. | -4.180 | 3122. | .507 | 0. | 0.000 |
| 20000 (30000 | 100. | -.010 | 0. | 0.000 | 19295. | -7.208 | 1787. | .175 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 12853. | -7.381 | 1281. | .231 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 5. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 5459. | -1.112 | 7835. | .597 | 101747. | -27.223 | 46585. | 6.847 | 0. | 0.000 |
| ***** (5000 | 1260. | -.839 | 7835. | .597 | 3412. | -.383 | 11131. | 1.831 | 0. | 0.000 |
| 5000 (10000 | 3136. | -.849 | 0. | 0.000 | 29529. | -4.577 | 20347. | 2.804 | 0. | 0.000 |
| 10000 (15000 | 3853. | -.678 | 0. | 0.000 | 29601. | -5.393 | 14762. | 1.692 | 0. | 0.000 |
| 15000 (20000 | 2928. | -.750 | 0. | 0.000 | 26485. | -6.814 | 10974. | 1.087 | 0. | 0.000 |
| 20000 (30000 | 100. | -.010 | 0. | 0.000 | 52879. | -21.194 | 3883. | .299 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 51438. | -29.488 | 2611. | .383 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 15125. | -13.574 | 566. | .137 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 995. | -1.854 | 422. | .121 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 152. | -.162 | 39. | .013 | 0. | 0.000 |
| ALL RETURNS. Total | 10478. | -2.325 | 7835. | .597 | 209615. | -82.551 | 63936. | 7.567 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 14

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #15
INCREASED STANDARD DEDUCTION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 13.5 | 13.5 | -54.0 | -54.0 | 0.0 | 77.3 | 16.7 | -60.6 |
| 5000 (10000 | 228 | 58.8 | 42.8 | 41.9 | 433.6 | 433.6 | 0.0 | 283.6 | 145.7 | -137.9 |
| 10000 (15000 | 165 | 52.0 | 37.7 | 37.6 | 652.3 | 652.3 | 0.0 | 390.5 | 242.8 | -147.7 |
| 15000 (20000 | 136 | 39.4 | 34.7 | 34.7 | 711.2 | 711.2 | 0.0 | 496.6 | 367.8 | -128.8 |
| 20000 (30000 | 194 | 57.5 | 55.9 | 55.9 | 1429.2 | 1429.2 | 0.0 | 974.9 | 773.7 | -201.2 |
| 30000 (50000 | 241 | 54.7 | 54.6 | 54.6 | 2014.5 | 2014.5 | 0.0 | 1538.0 | 1339.1 | -198.9 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 813.2 | 749.2 | -64.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 215.3 | 207.9 | -7.3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 95.8 | 94.4 | -1.4 |
| TOTALS | 1699 | 338.1 | 258.5 | 257.5 | 6606.6 | 6606.6 | 0.0 | 4885.2 | 3937.3 | -947.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.9 | 5.9 | 3.380 | 3.380 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 10.1 | 10.1 | 6.413 | 6.413 | 0.000 | 0.000 |
| 10000 (15000 | 19.0 | 15.0 | 10.1 | 10.1 | 4.302 | 4.302 | 0.000 | 0.000 |
| 15000 (20000 | 18.5 | 11.3 | .0 | .0 | .000 | .000 | 0.000 | 0.000 |
| 20000 (30000 | 36.3 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.4 | 40.0 | 0.0 | 0.0 | .000 | .000 | 0.000 | 0.000 |
| 50000 (100000 | 16.8 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 143.0 | 130.6 | 26.1 | 26.1 | 14.095 | 14.095 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 12.3 | 12.3 | 0.0 | -3.4 | -3.4 | 0.0 | 8.9 | 8.9 | 0.0 |
| 5000 (10000 | 17.2 | 16.8 | -.4 | -5.8 | -5.8 | 0.0 | 11.4 | 11.0 | -.4 |
| 10000 (15000 | 45.7 | 44.3 | -1.4 | -3.6 | -3.6 | 0.0 | 42.1 | 40.7 | -1.4 |
| 15000 (20000 | 53.9 | 52.0 | -1.9 | -.0 | -.0 | 0.0 | 53.9 | 52.0 | -1.9 |
| 20000 (30000 | 107.7 | 106.7 | -1.0 | 0.0 | 0.0 | 0.0 | 107.7 | 106.7 | -1.0 |
| 30000 (50000 | 224.2 | 223.0 | -1.1 | 0.0 | 0.0 | 0.0 | 224.2 | 223.0 | -1.1 |
| 50000 (100000 | 176.3 | 176.2 | -.1 | 0.0 | 0.0 | 0.0 | 176.3 | 176.2 | -.1 |
| 100000 (200000 | 62.1 | 62.1 | 0.0 | 0.0 | 0.0 | 0.0 | 62.1 | 62.1 | 0.0 |
| 200000 (***** | 43.6 | 43.6 | 0.0 | 0.0 | 0.0 | 0.0 | 43.6 | 43.6 | 0.0 |
| TOTALS | 743.0 | 737.0 | -6.0 | -12.8 | -12.8 | 0.0 | 730.2 | 724.3 | -5.9 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 14
Plan Y: CONFERENCE PROVISION #15
INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 4045. | -.354 | 0. | 0.000 | 4045. | -.354 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 7215. | -1.557 | 0. | 0.000 | 7215. | -1.557 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 599. | -.093 | 0. | 0.000 | 599. | -.093 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 408. | -.153 | 0. | 0.000 | 408. | -.153 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 92. | -.082 | 0. | 0.000 | 192. | -.082 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 12360. | -2.239 | 0. | 0.000 | 12460. | -2.239 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 898. | -.142 | 0. | 0.000 | 2531. | -.390 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 90. | -.030 | 0. | 0.000 | 3251. | -1.061 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1404. | -.328 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2078. | -.954 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1215. | -.985 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 988. | -.171 | 0. | 0.000 | 10481. | -3.719 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 898. | -.142 | 0. | 0.000 | 2531. | -.390 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 90. | -.030 | 0. | 0.000 | 7296. | -1.415 | 0. | 0.000 | 4045. | -.354 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8619. | -1.885 | 0. | 0.000 | 7215. | -1.557 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2677. | -1.047 | 0. | 0.000 | 599. | -.093 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1623. | -1.138 | 0. | 0.000 | 408. | -.153 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 94. | -.083 | 0. | 0.000 | 192. | -.082 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 988. | -.171 | 0. | 0.000 | 22841. | -5.958 | 0. | 0.000 | 12460. | -2.239 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 13.5 | 13.3 | -54.0 | -54.0 | 0.0 | 16.7 | 16.7 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 41.9 | 44.0 | 433.6 | 433.6 | 0.0 | 145.7 | 145.7 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 37.6 | 37.6 | 652.3 | 652.3 | 0.0 | 242.8 | 242.8 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 34.7 | 34.7 | 711.2 | 711.2 | 0.0 | 367.8 | 367.8 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 55.9 | 55.9 | 1429.2 | 1429.2 | 0.0 | 773.7 | 773.7 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.6 | 54.5 | 2014.5 | 2014.5 | 0.0 | 1339.1 | 1339.1 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1044.5 | 0.0 | 749.2 | 749.2 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 254.7 | 0.0 | 207.9 | 207.9 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 120.5 | 0.0 | 94.4 | 94.4 | 0.0 |
| TOTALS | 1699 | 338.1 | 257.5 | 259.9 | 6606.6 | 6606.6 | 0.0 | 3937.3 | 3937.3 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.9 | 5.9 | 3.380 | 3.380 | 0.000 | 0.000 | 10.296 | 10.295 |
| 5000 (10000 | 4.7 | 4.7 | 10.1 | 10.1 | 6.413 | 6.413 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.0 | 15.0 | 10.1 | 10.1 | 4.302 | 4.302 | 0.000 | 0.000 | 13.365 | 13.350 |
| 15000 (20000 | 11.3 | 11.3 | .0 | .0 | .000 | .000 | 0.000 | 0.000 | 2.947 | 2.969 |
| 20000 (30000 | 35.7 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.0 | 40.0 | 0.0 | 0.0 | .000 | .000 | 0.000 | 0.000 | 5.212 | 5.738 |
| 50000 (100000 | 16.6 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.800 | 23.465 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.323 | 12.687 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.997 | 15.005 |
| TOTALS | 130.6 | 130.6 | 26.1 | 26.1 | 14.095 | 14.095 | 0.000 | 0.000 | 73.949 | 83.789 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 12.3 | 12.3 | .0 | -3.4 | -3.4 | 0.0 | 8.9 | 8.9 | .0 |
| 5000 (10000 | 16.8 | 17.9 | 1.1 | -5.8 | -5.8 | 0.0 | 11.0 | 12.1 | 1.1 |
| 10000 (15000 | 44.3 | 45.2 | .9 | -3.6 | -3.6 | 0.0 | 40.7 | 41.6 | .9 |
| 15000 (20000 | 52.0 | 51.3 | -.7 | -.0 | -.0 | 0.0 | 52.0 | 51.3 | -.7 |
| 20000 (30000 | 106.7 | 103.3 | -3.4 | 0.0 | 0.0 | 0.0 | 106.7 | 103.3 | -3.4 |
| 30000 (50000 | 223.0 | 198.6 | -24.4 | 0.0 | 0.0 | 0.0 | 223.0 | 198.6 | -24.4 |
| 50000 (100000 | 176.2 | 158.0 | -18.2 | 0.0 | 0.0 | 0.0 | 176.2 | 158.0 | -18.2 |
| 100000 (200000 | 62.1 | 55.5 | -6.7 | 0.0 | 0.0 | 0.0 | 62.1 | 55.5 | -6.7 |
| 200000 (***** | 43.6 | 39.9 | -3.6 | 0.0 | 0.0 | 0.0 | 43.6 | 39.9 | -3.6 |
| TOTALS | 737.0 | 682.0 | -55.1 | -12.8 | -12.8 | 0.0 | 724.3 | 669.2 | -55.1 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 258. | -0.001 | 396. | .010 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1662. | -0.006 | 396. | .013 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 87. | -0.002 | 3153. | .162 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 954. | -0.009 | 5836. | .266 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 11299. | -2.145 | 22983. | 1.268 | 0. | 0.000 |
| 30000 (50000 | 84. | -.035 | 0. | 0.000 | 37349. | -16.218 | 2156. | .053 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 15490. | -18.013 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1378. | -6.663 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 192. | -3.643 | 19. | .000 | 0. | 0.000 |
| ITEMIZE. Total | 84. | -.035 | 0. | 0.000 | 68668. | -46.701 | 34937. | 1.772 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 325. | .022 | 1969. | -0.005 | 1471. | .034 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 2165. | .354 | 3108. | -0.007 | 31055. | 1.078 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 5376. | -0.107 | 22896. | .828 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 15822. | -1.724 | 11298. | .774 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 14085. | -3.031 | 7496. | .491 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 14058. | -8.264 | 255. | .002 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 104. | -.207 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 2489. | .377 | 54524. | -13.344 | 74470. | 3.207 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 325. | .022 | 2227. | -0.005 | 1866. | .043 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 2165. | .354 | 4770. | -0.013 | 31450. | 1.091 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 5463. | -.110 | 26049. | .990 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 16776. | -1.733 | 17133. | 1.040 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 25384. | -5.176 | 30479. | 1.759 | 0. | 0.000 |
| 30000 (50000 | 84. | -.035 | 0. | 0.000 | 51407. | -24.481 | 2411. | .055 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 15595. | -18.220 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1378. | -6.663 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 192. | -3.643 | 19. | .000 | 0. | 0.000 |
| ALL RETURNS. Total | 84. | -.035 | 2489. | .377 | 123192. | -60.045 | 109407. | 4.979 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 13.9 | 13.7 | -54.0 | -58.1 | -4.2 | 16.7 | 16.5 | -.2 |
| 5000 (10000 | 228 | 58.8 | 44.0 | 44.0 | 433.6 | 434.6 | .9 | 145.7 | 146.4 | .7 |
| 10000 (15000 | 165 | 52.0 | 37.6 | 37.6 | 652.3 | 662.9 | 10.6 | 242.8 | 253.7 | 10.9 |
| 15000 (20000 | 136 | 39.4 | 34.7 | 34.8 | 711.2 | 717.0 | 5.7 | 367.8 | 372.6 | 5.8 |
| 20000 (30000 | 194 | 57.5 | 55.9 | 55.9 | 1429.2 | 1443.5 | 14.3 | 773.7 | 788.3 | 14.6 |
| 30000 (50000 | 241 | 54.7 | 54.5 | 54.4 | 2014.5 | 2030.3 | 15.8 | 1339.1 | 1355.0 | 15.8 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1044.5 | 1079.0 | 34.5 | 749.2 | 783.8 | 34.6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 254.7 | 274.4 | 19.7 | 207.9 | 227.6 | 19.7 |
| 200000 (***** | 69 | .4 | .4 | .4 | 120.5 | 146.8 | 26.3 | 94.4 | 120.7 | 26.3 |
| TOTALS | 1699 | 338.1 | 259.9 | 259.8 | 5606.6 | 6730.4 | 123.8 | 3937.3 | 4065.6 | 128.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 5.9 | 6.1 | 3.380 | 3.380 | 0.000 | 0.000 | 10.295 | 7.120 |
| 5000 (10000 | 4.7 | 4.7 | 10.1 | 10.1 | 6.413 | 6.425 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.0 | 15.0 | 10.1 | 10.1 | 4.382 | 4.382 | 0.000 | 0.000 | 13.350 | 0.000 |
| 15000 (20000 | 11.3 | 11.3 | .0 | .0 | .000 | .000 | 0.000 | 0.000 | 2.969 | 0.000 |
| 20000 (30000 | 35.7 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 40.0 | 39.9 | 0.0 | 0.0 | .000 | 0.000 | 0.000 | 0.000 | 5.738 | 1.299 |
| 50000 (100000 | 16.6 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 23.465 | 3.872 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 12.887 | 4.679 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.885 | 3.218 |
| TOTALS | 130.6 | 130.4 | 26.1 | 26.2 | 14.095 | 14.887 | 0.000 | 0.000 | 83.789 | 20.188 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 12.3 | 9.1 | -3.2 | -3.4 | -3.4 | -.0 | 8.9 | 5.7 | -3.2 |
| 5000 (10000 | 17.9 | 18.0 | .1 | -5.8 | -5.8 | 0.0 | 12.1 | 12.2 | .1 |
| 10000 (15000 | 45.2 | 33.4 | -11.7 | -3.6 | -3.6 | 0.0 | 41.6 | 29.9 | -11.7 |
| 15000 (20000 | 51.3 | 49.4 | -1.9 | -.0 | -.0 | 0.0 | 51.3 | 49.4 | -1.9 |
| 20000 (30000 | 103.3 | 104.9 | 1.7 | 0.0 | 0.0 | 0.0 | 103.3 | 104.9 | 1.7 |
| 30000 (50000 | 198.6 | 198.7 | .1 | 0.0 | 0.0 | 0.0 | 198.6 | 198.7 | .1 |
| 50000 (100000 | 158.0 | 150.0 | -8.0 | 0.0 | 0.0 | 0.0 | 158.0 | 150.0 | -8.0 |
| 100000 (200000 | 55.5 | 51.8 | -3.7 | 0.0 | 0.0 | 0.0 | 55.5 | 51.8 | -3.7 |
| 200000 (***** | 39.9 | 36.2 | -3.7 | 0.0 | 0.0 | 0.0 | 39.9 | 36.2 | -3.7 |
| TOTALS | 682.0 | 651.6 | -30.4 | -12.8 | -12.8 | -.0 | 669.2 | 638.8 | -30.4 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 5. | -.547 | 0. | 0.000 | 257. | -.547 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1090. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1500. | .037 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 103. | .003 | 15. | -.033 | 2156. | .264 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 979. | -.274 | 3261. | .566 | 0. | 0.000 |
| 30000 (50000 | 72. | -.007 | 0. | 0.000 | 2448. | -.121 | 5783. | .063 | 184. | .164 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1592. | -2.075 | 3763. | 1.657 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 603. | -4.416 | 776. | .736 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 165. | -4.058 | 97. | .319 | 0. | 0.000 |
| ITEMIZE, Total | 77. | -.554 | 103. | .003 | 6059. | -12.324 | 18226. | 4.461 | 184. | .164 |
| ***** (5000 | 150. | -2.052 | 0. | 0.000 | 951. | -2.652 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1948. | .070 | 0. | 0.000 |
| 10000 (15000 | 11. | -.275 | 0. | 0.000 | 1636. | -11.073 | 3620. | .114 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 595. | -2.270 | 1010. | .127 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1002. | -.276 | 4532. | 1.658 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 195. | -1.290 | 871. | .633 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 350. | -6.020 | 98. | .063 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .017 | 0. | 0.000 |
| NON-ITEMIZE, Total | 201. | -2.327 | 0. | 0.000 | 4728. | -25.162 | 12080. | 2.681 | 0. | 0.000 |
| ***** (5000 | 195. | -2.599 | 0. | 0.000 | 1207. | -3.199 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3038. | .089 | 0. | 0.000 |
| 10000 (15000 | 11. | -.275 | 0. | 0.000 | 1636. | -11.073 | 4920. | .151 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 103. | .003 | 610. | -2.303 | 3167. | .391 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1981. | -.551 | 7793. | 2.024 | 0. | 0.000 |
| 30000 (50000 | 72. | -.007 | 0. | 0.000 | 2643. | -1.412 | 6653. | 1.496 | 184. | .164 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1942. | -9.695 | 3860. | 1.720 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 603. | -4.416 | 776. | .736 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 165. | -4.058 | 98. | .336 | 0. | 0.000 |
| ALL RETURNS, Total | 277. | -2.881 | 103. | .003 | 10788. | -37.506 | 30305. | 7.142 | 184. | .164 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18
REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY
1967 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 13.7 | 13.7 | -58.1 | -58.1 | 0.0 | 16.5 | 16.5 | 0.0 |
| 5000 (10000 | 328 | 58.8 | 44.0 | 44.0 | 434.6 | 434.6 | 0.0 | 146.4 | 146.4 | 0.0 |
| 10000 (15000 | 165 | 52.2 | 37.6 | 37.6 | 662.9 | 662.9 | 0.0 | 253.7 | 253.7 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 34.8 | 34.8 | 717.0 | 717.0 | 0.0 | 373.6 | 373.6 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 55.9 | 55.9 | 1443.5 | 1443.5 | 0.0 | 768.3 | 768.3 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 2030.3 | 2030.3 | 0.0 | 1355.0 | 1355.0 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1079.0 | 1079.0 | 0.0 | 783.8 | 783.8 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 274.4 | 274.4 | 0.0 | 227.6 | 227.6 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 146.8 | 146.8 | 0.0 | 120.7 | 120.7 | 0.0 |
| TOTALS | 1699 | 338.1 | 259.8 | 259.8 | 6730.4 | 6730.4 | 0.0 | 4065.6 | 4065.6 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 6.1 | 6.1 | 3.380 | 3.380 | 0.000 | 0.000 | 7.120 | 31.316 |
| 5000 (10000 | 4.7 | 4.7 | 10.1 | 10.1 | 6.405 | 6.405 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.0 | 15.0 | 10.1 | 10.1 | 4.302 | 4.302 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 11.3 | 11.3 | .0 | .0 | .000 | .000 | 0.000 | 0.000 | 0.000 | .458 |
| 20000 (30000 | 35.7 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 39.9 | 39.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.299 | 4.467 |
| 50000 (100000 | 16.6 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 3.872 | 12.312 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 4.679 | 6.377 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 3.218 | 4.674 |
| TOTALS | 130.4 | 130.4 | 26.2 | 26.2 | 14.087 | 14.087 | 0.000 | 0.000 | 20.188 | 59.604 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 9.1 | 33.3 | 24.2 | -3.4 | -3.4 | 0.0 | 5.7 | 29.9 | 24.2 |
| 5000 (10000 | 18.0 | 18.0 | 0.0 | -5.3 | -5.3 | 0.0 | 12.2 | 12.2 | 0.0 |
| 10000 (15000 | 33.4 | 33.4 | 0.0 | -3.6 | -3.6 | 0.0 | 29.9 | 29.9 | 0.0 |
| 15000 (20000 | 49.4 | 49.9 | .5 | -.0 | -.0 | 0.0 | 49.4 | 49.9 | .5 |
| 20000 (30000 | 104.9 | 104.9 | 0.0 | 0.0 | 0.0 | 0.0 | 104.9 | 104.9 | 0.0 |
| 30000 (50000 | 198.7 | 201.9 | 3.2 | 0.0 | 0.0 | 0.0 | 198.7 | 201.9 | 3.2 |
| 50000 (100000 | 150.0 | 158.5 | 8.4 | 0.0 | 0.0 | 0.0 | 150.0 | 158.5 | 8.4 |
| 100000 (200000 | 51.8 | 53.5 | 1.7 | 0.0 | 0.0 | 0.0 | 51.8 | 53.5 | 1.7 |
| 200000 (***** | 36.2 | 37.7 | 1.5 | 0.0 | 0.0 | 0.0 | 36.2 | 37.7 | 1.5 |
| TOTALS | 651.6 | 691.0 | 39.4 | -12.8 | -12.8 | 0.0 | 638.3 | 678.2 | 39.4 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

.367 Levels of Income

| INCOME CLASS DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 10. | .346 | 0. | 0.000 | 39. | 21.079 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 411. | 3.165 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 397. | 7.795 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 689. | 1.656 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 113. | 1.457 | 0. | 0.000 |
| ITEWIZE. Total: | 0. | 0.000 | 10. | .346 | 0. | 0.000 | 2254. | 35.194 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 9. | .197 | 0. | 0.000 | 36. | 3.118 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 111. | .458 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 43. | .003 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 59. | .645 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEWIZE. Total: | 0. | 0.000 | 9. | .197 | 0. | 0.000 | 259. | 4.223 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 18. | .543 | 0. | 0.000 | 75. | 24.197 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 111. | .458 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 454. | 3.168 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1066. | 3.440 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 689. | 1.698 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 119. | 1.457 | 0. | 0.000 |
| ALL RETURNS. Total: | 0. | 0.000 | 18. | .543 | 0. | 0.000 | 2513. | 39.417 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 13.7 | 13.7 | -58.1 | -58.1 | 0.0 | 16.5 | 16.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 44.0 | 44.0 | 434.6 | 434.6 | 0.0 | 146.4 | 146.4 | .0 |
| 10000 (15000 | 165 | 52.0 | 37.6 | 37.6 | 662.9 | 662.9 | 0.0 | 253.7 | 253.8 | .1 |
| 15000 (20000 | 136 | 39.4 | 34.8 | 34.8 | 717.0 | 717.0 | 0.0 | 373.6 | 374.1 | .5 |
| 20000 (30000 | 194 | 57.5 | 55.9 | 55.9 | 1443.5 | 1443.5 | 0.0 | 788.3 | 790.3 | 2.0 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 2030.3 | 2030.3 | 0.0 | 1355.0 | 1356.6 | 1.6 |
| 50000 (100000 | 178 | 17.1 | 17.1 | 17.1 | 1079.0 | 1079.0 | 0.0 | 783.8 | 784.4 | .6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 274.4 | 274.4 | 0.0 | 227.5 | 228.0 | .4 |
| 200000 (***** | 69 | .4 | .4 | .4 | 146.8 | 146.8 | 0.0 | 120.7 | 121.7 | 1.0 |
| TOTALS | 1699 | 338.1 | 259.8 | 259.8 | 6730.4 | 6730.4 | 0.0 | 4065.6 | 4071.9 | 6.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH DUTY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 5.0 | 5.0 | 6.1 | 6.1 | 3.380 | 3.380 | 0.000 | 0.000 |
| 5000 (10000 | 4.7 | 4.7 | 10.1 | 10.1 | 6.405 | 6.405 | 0.000 | 0.000 |
| 10000 (15000 | 15.0 | 15.0 | 10.1 | 10.1 | 4.302 | 4.302 | 0.000 | 0.000 |
| 15000 (20000 | 11.3 | 11.3 | .0 | .0 | .000 | .000 | 0.000 | .458 |
| 20000 (30000 | 35.7 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 39.9 | 39.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 4.467 |
| 50000 (100000 | 16.6 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 12.312 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 6.377 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 4.674 |
| TOTALS | 130.4 | 130.4 | 26.2 | 26.2 | 14.087 | 14.087 | 0.000 | 59.604 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 33.3 | 33.2 | -.1 | -3.4 | -3.4 | 0.0 | 29.9 | 29.8 | -.1 |
| 5000 (10000 | 18.0 | 18.0 | .0 | -5.8 | -5.8 | 0.0 | 12.2 | 12.2 | .0 |
| 10000 (15000 | 33.4 | 33.5 | .0 | -3.6 | -3.6 | 0.0 | 29.9 | 29.9 | .0 |
| 15000 (20000 | 49.9 | 49.9 | .1 | -.0 | -.0 | 0.0 | 49.9 | 49.9 | .1 |
| 20000 (30000 | 124.9 | 105.2 | .3 | 0.0 | 0.0 | 0.0 | 124.9 | 105.2 | .3 |
| 30000 (50000 | 201.9 | 202.2 | .3 | 0.0 | 0.0 | 0.0 | 201.9 | 202.2 | .3 |
| 50000 (100000 | 158.5 | 158.6 | .2 | 0.0 | 0.0 | 0.0 | 158.5 | 158.6 | .2 |
| 100000 (200000 | 53.5 | 53.6 | .1 | 0.0 | 0.0 | 0.0 | 53.5 | 53.6 | .1 |
| 200000 (***** | 37.7 | 38.0 | .3 | 0.0 | 0.0 | 0.0 | 37.7 | 38.0 | .3 |
| TOTALS | 691.0 | 692.2 | 1.2 | -12.8 | -12.8 | 0.0 | 678.2 | 679.4 | 1.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1587 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NON-TAXABLE | | PRESENTLY NON-TAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|--------------------------------------------------|------------------------------------------|--------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.135 | 0. | 0.000 | 0. | 0.220 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1486. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6422. | .020 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6263. | .070 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28263. | .298 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 33225. | .301 | 19. | .000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15321. | .176 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1142. | .131 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 350. | .302 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 29. | -.135 | 92471. | 1.300 | 19. | .000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.135 | 0. | 0.000 | 0. | 0.220 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1486. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6422. | .020 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6263. | .070 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28263. | .298 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 33225. | .301 | 19. | .000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15321. | .176 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1142. | .131 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 350. | .302 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 29. | -.135 | 92471. | 1.300 | 19. | .000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 6.7 | 13.7 | -132.3 | -58.1 | 74.2 | 58.6 | 16.5 | -42.1 |
| 5000 (10000 | 228 | 58.8 | 45.3 | 44.0 | 487.6 | 434.6 | 27.0 | 264.4 | 146.4 | -138.0 |
| 10000 (15000 | 165 | 52.0 | 45.0 | 37.6 | 619.0 | 662.9 | 43.8 | 415.8 | 253.8 | -152.0 |
| 15000 (20000 | 136 | 39.4 | 35.0 | 34.8 | 681.3 | 717.0 | 35.6 | 505.5 | 374.1 | -131.4 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 55.9 | 1397.8 | 1443.5 | 45.7 | 1033.3 | 790.3 | -243.0 |
| 30000 (50000 | 241 | 54.7 | 54.4 | 54.4 | 1949.5 | 2030.3 | 80.9 | 1569.9 | 1356.6 | -213.3 |
| 50000 (100000 | 179 | 17.1 | 17.0 | 17.1 | 991.4 | 1079.0 | 87.6 | 792.7 | 784.4 | -8.3 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 248.5 | 274.4 | 25.9 | 210.6 | 228.0 | 17.5 |
| 200000 (***** | 69 | .4 | .4 | .4 | 116.5 | 146.8 | 30.3 | 90.5 | 121.7 | 31.2 |
| TOTALS | 1699 | 338.1 | 259.3 | 259.8 | 6279.4 | 6730.4 | 451.0 | 4961.3 | 4071.9 | -889.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 5.0 | 5.4 | 6.1 | 2.364 | 3.380 | 0.000 | 0.000 | 2.283 | 31.181 |
| 5000 (10000 | 4.7 | 4.7 | 7.8 | 10.1 | 3.476 | 6.405 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.2 | 15.0 | 2.2 | 10.1 | .411 | 4.302 | 0.000 | 0.000 | 12.998 | 0.000 |
| 15000 (20000 | 18.0 | 11.3 | 0.0 | .0 | .055 | .000 | 0.000 | 0.000 | 1.909 | .458 |
| 20000 (30000 | 41.5 | 35.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 45.2 | 39.8 | 0.0 | 0.0 | .011 | 0.000 | 0.000 | 0.000 | 4.810 | 4.467 |
| 50000 (100000 | 16.8 | 16.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.576 | 12.310 |
| 100000 (200000 | 2.0 | 2.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.681 | 6.370 |
| 200000 (***** | .4 | .4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.138 | 4.682 |
| TOTALS | 154.8 | 130.4 | 15.4 | 26.2 | 6.318 | 14.067 | 0.000 | 0.000 | 70.395 | 59.387 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 3.4 | 33.2 | 29.8 | -2.4 | -3.4 | -1.0 | 1.0 | 29.8 | 28.7 |
| 5000 (10000 | 15.6 | 18.0 | 2.4 | -2.4 | -5.8 | -3.5 | 13.2 | 12.2 | -1.0 |
| 10000 (15000 | 46.1 | 33.5 | -12.7 | -.1 | -3.6 | -3.5 | 46.0 | 29.9 | -16.1 |
| 15000 (20000 | 52.5 | 49.9 | -2.6 | 0.0 | -.0 | -.0 | 52.5 | 49.9 | -2.6 |
| 20000 (30000 | 111.9 | 105.2 | -6.7 | 0.0 | 0.0 | 0.0 | 111.9 | 105.2 | -6.7 |
| 30000 (50000 | 227.7 | 202.2 | -25.6 | 0.0 | 0.0 | 0.0 | 227.7 | 202.2 | -25.6 |
| 50000 (100000 | 166.3 | 158.6 | -7.7 | 0.0 | 0.0 | 0.0 | 166.3 | 158.6 | -7.7 |
| 100000 (200000 | 58.8 | 53.6 | -5.2 | 0.0 | 0.0 | 0.0 | 58.8 | 53.6 | -5.2 |
| 200000 (***** | 41.7 | 38.0 | -3.7 | 0.0 | 0.0 | 0.0 | 41.7 | 38.0 | -3.7 |
| TOTALS | 724.1 | 692.2 | -31.9 | -4.8 | -12.8 | -8.0 | 719.3 | 679.4 | -39.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|--------|-------------------------------------------------|--------|----------------------------------------|----------|------------------------------------------|--------|-----------------------------------------------------|--------|
| | NUMBER OF RETURNS (UNITS) | | NUMBER OF RETURNS (UNITS) | | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | |
| | AMOUNT OF TAX DECREASE (\$ MIL) | | AMOUNT OF TAX INCREASE (\$ MIL) | | NUMBER OF RETURNS (UNITS) | | AMOUNT OF TAX INCREASE (\$ MIL) | | AMOUNT OF TAX CHANGE (\$ MIL) | |
| ***** (5000 | 0. | -1.86 | 29. | 27.600 | 441. | -2.246 | 682. | 27.721 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1090. | .341 | 1847. | -1.468 | 1475. | .435 | 0. | 0.000 |
| 10000 (15000 | 2305. | -1.296 | 0. | 0.000 | 5041. | -1.317 | 12289. | 2.465 | 6296. | 1.128 |
| 15000 (20000 | 1015. | -1.149 | 760. | .459 | 6593. | -1.675 | 6690. | 1.554 | 8005. | .581 |
| 20000 (30000 | 0. | 0.000 | 1826. | 1.653 | 27452. | -6.876 | 12625. | 4.317 | 6536. | -1.441 |
| 30000 (50000 | 0. | 0.000 | 70. | 3.719 | 39520. | -23.249 | 5463. | 6.398 | 5501. | -4.806 |
| 50000 (100000 | 0. | 0.000 | 122. | 3.595 | 12560. | -16.437 | 4286. | 13.701 | 254. | -1.877 |
| 100000 (200000 | 0. | 0.000 | 2. | .001 | 1463. | -6.505 | 532. | 1.342 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 288. | -4.563 | 71. | .790 | 0. | 0.000 |
| ITEMIZE, Total | 3320. | -1.631 | 3898. | 37.369 | 97204. | -60.336 | 44114. | 58.724 | 26593. | -9.416 |
| ***** (5000 | 1449. | -1.816 | 8400. | 3.832 | 8777. | -3.268 | 11161. | 4.529 | 13. | .11 |
| 5000 (10000 | 3793. | -1.564 | 1402. | .139 | 26993. | -5.296 | 24253. | 4.259 | 0. | 0.000 |
| 10000 (15000 | 5138. | -3.366 | 0. | 0.000 | 23571. | -18.292 | 6833. | 1.004 | 78. | .024 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 16510. | -4.640 | 3984. | 1.186 | 1266. | .337 |
| 20000 (30000 | 0. | 0.000 | 511. | .383 | 13097. | -5.339 | 2689. | 1.222 | 741. | .036 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 8856. | -9.213 | 590. | .493 | 93. | .014 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 183. | -5.427 | 52. | .497 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .049 | 0. | 0.000 |
| NON-ITEMIZE, Total | 10381. | -6.746 | 10314. | 4.354 | 97988. | -51.474 | 49563. | 13.239 | 2191. | 1.084 |
| ***** (5000 | 1450. | -2.002 | 8429. | 31.432 | 9219. | -3.513 | 11843. | 32.250 | 13. | .174 |
| 5000 (10000 | 3793. | -1.564 | 2492. | .480 | 28840. | -5.764 | 25728. | 4.694 | 0. | 0.000 |
| 10000 (15000 | 7443. | -3.663 | 0. | 0.000 | 28612. | -19.609 | 19122. | 3.469 | 6374. | 1.151 |
| 15000 (20000 | 1015. | -1.149 | 760. | .459 | 25103. | -5.315 | 10674. | 2.740 | 9271. | 1.418 |
| 20000 (30000 | 0. | 0.000 | 2337. | 2.036 | 40549. | -12.215 | 15314. | 5.539 | 7277. | -1.406 |
| 30000 (50000 | 0. | 0.000 | 70. | 3.719 | 48376. | -32.462 | 6053. | 6.891 | 5594. | -4.792 |
| 50000 (100000 | 0. | 0.000 | 122. | 3.595 | 12743. | -21.064 | 4338. | 14.198 | 254. | -1.877 |
| 100000 (200000 | 0. | 0.000 | 2. | .001 | 1463. | -6.505 | 532. | 1.342 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 288. | -4.563 | 73. | .839 | 0. | 0.000 |
| ALL RETURNS, Total | 13701. | -7.377 | 14212. | 41.723 | 195192. | -111.810 | 93677. | 71.963 | 29783. | -3.332 |

Federal Tax Liability for Montana

1988 Levels of Income
1988 Tax Law

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.4 | 12.4 | -82.8 | -82.4 | .4 | 60.3 | 60.5 | .2 |
| 5000 (10000 | 231 | 57.6 | 43.4 | 43.8 | 394.1 | 394.7 | .5 | 261.1 | 261.6 | .5 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 552.7 | 553.5 | .8 | 359.8 | 360.6 | .8 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.1 | 697.3 | 698.6 | 1.4 | 514.3 | 515.6 | 1.3 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1445.1 | 1446.5 | 1.4 | 1002.3 | 1003.7 | 1.4 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2040.0 | 2041.1 | 1.1 | 1632.3 | 1633.4 | 1.1 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 17.9 | 1054.6 | 1055.6 | 1.1 | 850.3 | 851.3 | 1.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 265.5 | 265.8 | .3 | 223.6 | 223.9 | .3 |
| 200000 (***** | 74 | .3 | .3 | .3 | 117.2 | 117.3 | .1 | 94.4 | 94.5 | .1 |
| TOTALS | 1699 | 334.0 | 258.1 | 258.5 | 6483.6 | 6490.7 | 7.1 | 5078.4 | 5085.1 | 6.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.463 | 1.463 | 0.000 | 0.000 | 11.076 | 11.076 |
| 5000 (10000 | 5.2 | 5.2 | 9.6 | 9.6 | 4.457 | 4.442 | 0.000 | 0.000 | 7.971 | 7.970 |
| 10000 (15000 | 21.2 | 21.2 | .1 | .1 | .055 | .055 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | .592 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .006 | .005 | 0.000 | 0.000 | 7.161 | 7.161 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.539 | 11.522 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.680 | 15.632 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.151 | 17.137 |
| TOTALS | 162.7 | 162.7 | 13.3 | 13.3 | 5.981 | 5.965 | 0.000 | 0.000 | 80.372 | 80.291 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.6 | 11.6 | .0 | -1.5 | -1.5 | 0.0 | 10.1 | 10.1 | .0 |
| 5000 (10000 | 21.5 | 21.6 | .0 | -3.4 | -3.3 | .0 | 18.2 | 18.2 | .1 |
| 10000 (15000 | 37.5 | 37.6 | .1 | -.0 | -.0 | 0.0 | 37.5 | 37.6 | .1 |
| 15000 (20000 | 51.1 | 51.3 | .2 | 0.0 | 0.0 | 0.0 | 51.1 | 51.3 | .2 |
| 20000 (30000 | 117.0 | 117.2 | .2 | 0.0 | 0.0 | 0.0 | 117.0 | 117.2 | .2 |
| 30000 (50000 | 234.1 | 234.4 | .3 | 0.0 | 0.0 | 0.0 | 234.1 | 234.4 | .3 |
| 50000 (100000 | 156.7 | 157.1 | .3 | 0.0 | 0.0 | 0.0 | 156.7 | 157.1 | .3 |
| 100000 (200000 | 62.7 | 62.8 | .1 | 0.0 | 0.0 | 0.0 | 62.7 | 62.8 | .1 |
| 200000 (***** | 43.0 | 43.0 | .0 | 0.0 | 0.0 | 0.0 | 43.0 | 43.0 | .0 |
| TOTALS | 735.2 | 736.6 | 1.3 | -4.8 | -4.8 | .0 | 730.4 | 731.8 | 1.3 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 703. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .030 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4229. | .071 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7923. | .176 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6995. | .159 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11500. | .241 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7604. | .341 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1099. | .002 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 123. | .012 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 41635. | 1.120 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 239. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 395. | .006 | 0. | 0.000 | 2342. | .030 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 281. | .006 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1724. | .039 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3524. | .003 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1761. | .056 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 395. | .006 | 0. | 0.000 | 9071. | .216 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 941. | .011 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 395. | .006 | 0. | 0.000 | 3741. | .060 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4510. | .076 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9647. | .215 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10519. | .242 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13341. | .297 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7604. | .341 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1099. | .002 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 123. | .012 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 395. | .006 | 0. | 0.000 | 51525. | 1.336 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.4 | 12.9 | -82.4 | -78.2 | 4.2 | 60.5 | 62.5 | 2.1 |
| 5000 (10000 | 231 | 57.6 | 43.8 | 45.2 | 394.7 | 400.4 | 13.7 | 261.6 | 271.1 | 9.5 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 553.5 | 560.4 | 6.9 | 360.6 | 367.8 | 7.2 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.1 | 698.6 | 700.7 | 10.1 | 515.6 | 526.0 | 10.4 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1446.5 | 1446.5 | 0.0 | 1003.7 | 1003.7 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2041.1 | 2041.1 | 0.0 | 1633.4 | 1633.4 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 17.9 | 1055.6 | 1055.6 | 0.0 | 851.3 | 851.3 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 265.8 | 265.8 | 0.0 | 223.9 | 223.9 | 0.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 117.3 | 117.3 | 0.0 | 94.5 | 94.5 | 0.0 |
| TOTALS | 1699 | 334.0 | 258.5 | 260.5 | 6490.7 | 6525.6 | 34.9 | 5005.1 | 5114.2 | 29.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.463 | 1.455 | 0.000 | 0.000 | 11.076 | 11.076 |
| 5000 (10000 | 5.2 | 5.2 | 9.6 | 8.2 | 4.442 | 3.993 | 0.000 | 0.000 | 7.970 | 7.970 |
| 10000 (15000 | 21.2 | 21.2 | .1 | 0.0 | .055 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .592 | .592 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .005 | .005 | 0.000 | 0.000 | 7.161 | 7.161 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.522 | 11.522 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.632 | 15.632 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.137 | 17.137 |
| TOTALS | 162.7 | 162.7 | 13.3 | 11.8 | 5.965 | 5.502 | 0.000 | 0.000 | 80.291 | 80.291 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.6 | 11.7 | .1 | -1.5 | -1.4 | .0 | 10.1 | 10.2 | .1 |
| 5000 (10000 | 21.6 | 22.6 | 1.1 | -3.3 | -3.1 | .2 | 18.2 | 19.5 | 1.3 |
| 10000 (15000 | 37.6 | 38.6 | 1.0 | -.0 | 0.0 | .0 | 37.6 | 38.6 | 1.0 |
| 15000 (20000 | 51.3 | 52.8 | 1.5 | 0.0 | 0.0 | 0.0 | 51.3 | 52.8 | 1.5 |
| 20000 (30000 | 117.2 | 117.2 | 0.0 | 0.0 | 0.0 | 0.0 | 117.2 | 117.2 | 0.0 |
| 30000 (50000 | 234.4 | 234.4 | 0.0 | 0.0 | 0.0 | 0.0 | 234.4 | 234.4 | 0.0 |
| 50000 (100000 | 157.1 | 157.1 | 0.0 | 0.0 | 0.0 | 0.0 | 157.1 | 157.1 | 0.0 |
| 100000 (200000 | 62.8 | 62.8 | 0.0 | 0.0 | 0.0 | 0.0 | 62.8 | 62.8 | 0.0 |
| 200000 (***** | 43.0 | 43.0 | 0.0 | 0.0 | 0.0 | 0.0 | 43.0 | 43.0 | 0.0 |
| TOTALS | 736.6 | 740.2 | 3.6 | -4.8 | -4.5 | .2 | 731.8 | 735.6 | 3.9 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1399. | .700 | 0. | 0.000 | 2989. | .816 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5823. | .627 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2913. | .978 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 1399. | .700 | 0. | 0.000 | 11725. | 2.420 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 481. | .857 | 0. | 0.000 | 889. | .068 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4180. | .478 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 74. | .024 | 0. | 0.000 | 1517. | .337 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2706. | .542 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 555. | .881 | 0. | 0.000 | 9292. | 1.445 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 481. | .857 | 0. | 0.000 | 889. | .068 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1399. | .700 | 0. | 0.000 | 7169. | 1.294 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 74. | .024 | 0. | 0.000 | 7339. | .964 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5619. | 1.520 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 1954. | .781 | 0. | 0.000 | 21817. | 3.865 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -78.2 | -77.3 | .9 | 62.5 | 62.5 | .0 |
| 5000 (10000 | 231 | 57.6 | 45.2 | 45.2 | 488.4 | 410.1 | 1.7 | 271.1 | 272.1 | 1.0 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 560.4 | 562.5 | 2.1 | 367.8 | 369.9 | 2.1 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.1 | 708.7 | 710.2 | 1.5 | 526.0 | 527.5 | 1.5 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1446.5 | 1460.8 | 14.3 | 1063.7 | 1098.1 | 14.5 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2041.1 | 2070.4 | 29.3 | 1633.4 | 1662.9 | 29.5 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 17.9 | 1055.6 | 1073.2 | 17.6 | 851.3 | 868.9 | 17.6 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 265.8 | 267.0 | 1.2 | 223.9 | 225.1 | 1.2 |
| 200000 (***** | 74 | .3 | .3 | .3 | 117.3 | 117.8 | .5 | 94.5 | 95.0 | .5 |
| TOTALS | 1699 | 334.0 | 260.5 | 260.5 | 6525.6 | 6594.6 | 69.0 | 5114.2 | 5182.1 | 67.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINITAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|---------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.455 | 1.455 | 0.000 | 0.000 | 11.076 | 11.085 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.993 | 3.992 | 0.000 | 0.000 | 7.970 | 7.980 |
| 10000 (15000 | 21.2 | 21.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .592 | .593 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .005 | .005 | 0.000 | 0.000 | 7.161 | 7.161 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.522 | 11.427 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.632 | 15.571 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.137 | 17.083 |
| TOTALS | 162.7 | 162.7 | 11.8 | 11.8 | 5.502 | 5.501 | 0.000 | 0.000 | 88.291 | 88.100 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.7 | 11.7 | .0 | -1.4 | -1.4 | .0 | 10.2 | 10.2 | .0 |
| 5000 (10000 | 22.6 | 22.7 | .0 | -3.1 | -3.1 | .0 | 19.5 | 19.6 | .0 |
| 10000 (15000 | 38.6 | 38.7 | .2 | 0.0 | 0.0 | 0.0 | 38.6 | 38.7 | .2 |
| 15000 (20000 | 52.8 | 53.0 | .2 | 0.0 | 0.0 | 0.0 | 52.8 | 53.0 | .2 |
| 20000 (30000 | 117.2 | 119.5 | 2.3 | 0.0 | 0.0 | 0.0 | 117.2 | 119.5 | 2.3 |
| 30000 (50000 | 234.4 | 241.3 | 7.0 | 0.0 | 0.0 | 0.0 | 234.4 | 241.3 | 7.0 |
| 50000 (100000 | 157.1 | 162.7 | 5.6 | 0.0 | 0.0 | 0.0 | 157.1 | 162.7 | 5.6 |
| 100000 (200000 | 62.8 | 63.2 | .4 | 0.0 | 0.0 | 0.0 | 62.8 | 63.2 | .4 |
| 200000 (***** | 43.0 | 43.2 | .2 | 0.0 | 0.0 | 0.0 | 43.0 | 43.2 | .2 |
| TOTALS | 740.2 | 756.0 | 15.8 | -4.5 | -4.5 | .0 | 735.6 | 751.4 | 15.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 733. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 939. | .015 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7288. | .094 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16536. | 1.827 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28902. | 6.534 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14217. | 5.444 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1118. | .393 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 239. | .177 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 69991. | 14.485 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1817. | .009 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 831. | .042 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4890. | .157 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1968. | .078 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4374. | .441 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3009. | .417 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 286. | .160 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17176. | 1.304 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1817. | .009 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1564. | .043 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5830. | .172 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9257. | .172 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 20930. | 2.268 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 31910. | 6.951 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14503. | 5.604 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1118. | .393 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 239. | .177 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 87167. | 15.789 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 3

Plan Y: CONFERENCE PROVISION #4

RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -77.3 | -77.3 | 0.0 | 62.5 | 62.5 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 45.2 | 45.2 | 410.1 | 410.1 | 0.0 | 272.1 | 272.1 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 562.5 | 562.5 | 0.0 | 369.9 | 369.9 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.1 | 710.2 | 710.2 | 0.0 | 527.5 | 527.5 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1460.0 | 1461.0 | .3 | 1098.1 | 1098.4 | .3 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2078.4 | 2079.7 | 9.4 | 1662.9 | 1672.3 | 9.4 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 17.9 | 1073.2 | 1082.3 | 9.1 | 868.9 | 878.1 | 9.2 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.0 | 268.7 | 1.7 | 225.1 | 226.8 | 1.7 |
| 200000 (***** | 74 | .3 | .3 | .3 | 117.8 | 118.2 | .4 | 95.0 | 95.4 | .4 |
| TOTALS | 1699 | 334.0 | 260.5 | 260.5 | 6594.6 | 6615.4 | 20.8 | 5182.1 | 5203.0 | 20.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.455 | 1.455 | 0.000 | 0.000 | 11.005 | 11.005 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.992 | 3.992 | 0.000 | 0.000 | 7.900 | 7.900 |
| 10000 (15000 | 21.2 | 21.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | .593 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .005 | .005 | 0.000 | 0.000 | 7.161 | 7.161 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.427 | 11.189 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.571 | 15.389 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.003 | 17.046 |
| TOTALS | 162.7 | 162.7 | 11.8 | 11.8 | 5.501 | 5.501 | 0.000 | 0.000 | 80.100 | 79.644 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.7 | 11.7 | 0.0 | -1.4 | -1.4 | 0.0 | 10.2 | 10.2 | 0.0 |
| 5000 (10000 | 22.7 | 22.7 | 0.0 | -3.1 | -3.1 | 0.0 | 19.6 | 19.6 | 0.0 |
| 10000 (15000 | 38.7 | 38.7 | 0.0 | 0.0 | 0.0 | 0.0 | 38.7 | 38.7 | 0.0 |
| 15000 (20000 | 53.0 | 53.0 | 0.0 | 0.0 | 0.0 | 0.0 | 53.0 | 53.0 | 0.0 |
| 20000 (30000 | 119.5 | 119.6 | .1 | 0.0 | 0.0 | 0.0 | 119.5 | 119.6 | .1 |
| 30000 (50000 | 241.3 | 243.9 | 2.5 | 0.0 | 0.0 | 0.0 | 241.3 | 243.9 | 2.5 |
| 50000 (100000 | 162.7 | 165.6 | 2.9 | 0.0 | 0.0 | 0.0 | 162.7 | 165.6 | 2.9 |
| 100000 (200000 | 63.2 | 63.0 | .6 | 0.0 | 0.0 | 0.0 | 63.2 | 63.0 | .6 |
| 200000 (***** | 43.2 | 43.3 | .1 | 0.0 | 0.0 | 0.0 | 43.2 | 43.3 | .1 |
| TOTALS | 756.0 | 762.2 | 6.2 | -4.5 | -4.5 | 0.0 | 751.4 | 757.7 | 6.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 3

Plan Y: CONFERENCE PROVISION #4

RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 134. | .018 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5043. | 2.517 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5242. | 2.911 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 735. | .562 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 160. | .143 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11313. | 6.151 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 191. | .057 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 112. | .025 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 303. | .082 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 324. | .076 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5153. | 2.542 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5242. | 2.911 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 735. | .562 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 160. | .143 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11616. | 6.233 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 53.8 | 12.9 | 12.9 | -77.3 | -77.8 | -.5 | 62.5 | 62.5 | -.0 |
| 5000 (10000 | 231 | 57.6 | 45.2 | 45.2 | 410.1 | 409.9 | -.2 | 272.1 | 272.0 | -.1 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 562.5 | 562.4 | -.1 | 369.9 | 369.8 | -.0 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.1 | 710.2 | 710.1 | -.1 | 527.5 | 527.5 | -.0 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1461.0 | 1460.7 | -.3 | 1098.4 | 1098.1 | -.3 |
| 30000 (50000 | 240 | 56.2 | 53.9 | 53.9 | 2079.7 | 2079.5 | -.2 | 1672.3 | 1672.1 | -.1 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 17.9 | 1002.3 | 1002.0 | -.3 | 878.1 | 877.8 | -.3 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 268.7 | 268.6 | -.1 | 226.8 | 226.7 | -.1 |
| 200000 (***** | 74 | .3 | .3 | .3 | 118.2 | 118.1 | -.1 | 95.4 | 95.4 | -.1 |
| TOTALS | 1699 | 334.0 | 260.5 | 260.5 | 6615.4 | 6613.7 | -1.7 | 5203.0 | 5201.9 | -1.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.455 | 1.455 | 0.000 | 0.000 | 11.085 | 11.082 |
| 5000 (10000 | 5.2 | 5.2 | 0.2 | 0.2 | 3.992 | 3.992 | 0.000 | 0.000 | 7.900 | 7.977 |
| 10000 (15000 | 21.2 | 21.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | .593 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .005 | .007 | 0.000 | 0.000 | 7.161 | 7.151 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.189 | 11.205 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.389 | 15.386 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.046 | 17.060 |
| TOTALS | 162.7 | 162.7 | 11.8 | 11.8 | 5.501 | 5.503 | 0.000 | 0.000 | 79.644 | 79.654 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.7 | 11.7 | -.0 | -1.4 | -1.4 | -.0 | 10.2 | 10.2 | -.0 |
| 5000 (10000 | 22.7 | 22.6 | -.0 | -3.1 | -3.1 | -.0 | 19.6 | 19.6 | -.0 |
| 10000 (15000 | 38.7 | 38.7 | -.0 | 0.0 | 0.0 | 0.0 | 38.7 | 38.7 | -.0 |
| 15000 (20000 | 53.0 | 53.0 | -.0 | 0.0 | 0.0 | 0.0 | 53.0 | 53.0 | -.0 |
| 20000 (30000 | 119.6 | 119.5 | -.0 | 0.0 | 0.0 | 0.0 | 119.6 | 119.5 | -.0 |
| 30000 (50000 | 243.9 | 243.8 | -.0 | 0.0 | 0.0 | 0.0 | 243.9 | 243.8 | -.0 |
| 50000 (100000 | 165.6 | 165.5 | -.1 | 0.0 | 0.0 | 0.0 | 165.6 | 165.5 | -.1 |
| 100000 (200000 | 63.8 | 63.7 | -.0 | 0.0 | 0.0 | 0.0 | 63.8 | 63.7 | -.0 |
| 200000 (***** | 43.3 | 43.3 | -.0 | 0.0 | 0.0 | 0.0 | 43.3 | 43.3 | -.0 |
| TOTALS | 762.2 | 762.0 | -.2 | -4.5 | -4.5 | -.0 | 757.7 | 757.4 | -.2 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 4

Plan Y: CONFERENCE PROVISION #5

DEPRECIATION PROVISION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 2079. | -.002 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 19. | -.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1621. | -.002 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 11289. | -.033 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 10071. | -.036 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7465. | -.072 | 32. | .019 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1357. | -.029 | 7. | .001 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 241. | -.019 | 24. | .000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 34944. | -.195 | 63. | .020 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 546. | -.003 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 2874. | -.009 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2203. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 2387. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2915. | -.010 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1269. | -.000 | 1. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 69. | -.000 | 1. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 15. | -.002 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 12277. | -.039 | 4. | .000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 547. | -.004 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 4953. | -.011 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2222. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4008. | -.006 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 14205. | -.044 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 12140. | -.043 | 1. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7534. | -.072 | 33. | .019 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1357. | -.029 | 7. | .001 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 256. | -.021 | 24. | .000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 47221. | -.234 | 67. | .020 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSESData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -77.8 | -58.1 | 19.7 | 62.5 | 67.8 | 4.5 |
| 5000 (10000 | 231 | 57.6 | 45.2 | 45.2 | 409.9 | 411.1 | 1.1 | 272.0 | 272.3 | .3 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 562.4 | 562.6 | .1 | 369.8 | 369.9 | .1 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 35.2 | 710.1 | 719.3 | 9.3 | 527.5 | 534.1 | 6.6 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1460.7 | 1461.9 | 1.2 | 1098.1 | 1099.3 | 1.3 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2079.5 | 2085.8 | 6.3 | 1672.1 | 1677.6 | 5.5 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 18.0 | 1082.0 | 1103.7 | 21.7 | 877.8 | 898.7 | 20.9 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 268.6 | 270.6 | 2.0 | 226.7 | 228.7 | 2.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 118.1 | 122.4 | 4.3 | 95.4 | 99.7 | 4.3 |
| TOTALS | 1699 | 334.0 | 260.5 | 260.6 | 6613.7 | 6679.5 | 65.8 | 5201.9 | 5247.4 | 45.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.455 | 1.447 | 0.000 | 0.000 | 11.082 | 11.482 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.992 | 3.992 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 21.2 | 21.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | .593 |
| 30000 (50000 | 46.8 | 46.8 | 0.0 | 0.0 | .007 | 0.000 | 0.000 | 0.000 | 7.151 | 6.548 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.205 | 10.408 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.386 | 15.343 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.060 | 16.118 |
| TOTALS | 162.7 | 162.7 | 11.8 | 11.8 | 5.503 | 5.488 | 0.000 | 0.000 | 79.654 | 77.668 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.7 | 13.8 | 2.1 | -1.4 | -1.4 | 0.0 | 10.2 | 12.3 | 2.1 |
| 5000 (10000 | 22.6 | 22.6 | 0.0 | -3.1 | -3.1 | 0.0 | 19.6 | 19.6 | 0.0 |
| 10000 (15000 | 38.7 | 38.7 | .0 | 0.0 | 0.0 | 0.0 | 38.7 | 38.7 | .0 |
| 15000 (20000 | 53.0 | 55.4 | 2.4 | 0.0 | 0.0 | 0.0 | 53.0 | 55.4 | 2.4 |
| 20000 (30000 | 119.5 | 119.5 | 0.0 | 0.0 | 0.0 | 0.0 | 119.5 | 119.5 | 0.0 |
| 30000 (50000 | 243.8 | 245.1 | 1.3 | 0.0 | 0.0 | 0.0 | 243.8 | 245.1 | 1.3 |
| 50000 (100000 | 165.5 | 170.5 | 5.0 | 0.0 | 0.0 | 0.0 | 165.5 | 170.5 | 5.0 |
| 100000 (200000 | 63.7 | 64.5 | .8 | 0.0 | 0.0 | 0.0 | 63.7 | 64.5 | .8 |
| 200000 (***** | 43.3 | 44.5 | 1.2 | 0.0 | 0.0 | 0.0 | 43.3 | 44.5 | 1.2 |
| TOTALS | 762.0 | 774.7 | 12.8 | -4.5 | -4.5 | 0.0 | 757.4 | 770.2 | 12.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 5

Plan Y: CONFERENCE PROVISION #6

LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .626 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 41. | 2.338 | 0. | 0.000 | 41. | 2.338 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 492. | .322 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 41. | .373 | 0. | 0.000 | 1083. | 4.971 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 258. | .751 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 147. | 1.092 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 82. | 2.711 | 0. | 0.000 | 2022. | 10.100 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 19. | .801 | 0. | 0.000 | 39. | 1.483 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 453. | .019 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 157. | .042 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 30. | .984 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .009 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3. | .121 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 19. | .801 | 0. | 0.000 | 684. | 2.656 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 19. | .801 | 0. | 0.000 | 40. | 2.109 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 453. | .019 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 41. | 2.338 | 0. | 0.000 | 190. | 2.380 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 522. | 1.306 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 41. | .373 | 0. | 0.000 | 1084. | 4.980 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 258. | .751 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 150. | 1.213 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 102. | 3.512 | 0. | 0.000 | 2706. | 12.757 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7
EMPLOYEE, MOVING, & MISC DEDUCTIONSData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -58.1 | -56.7 | 1.3 | 67.0 | 67.3 | .3 |
| 5000 (10000 | 231 | 57.6 | 45.2 | 46.3 | 411.1 | 420.2 | 9.1 | 272.3 | 277.9 | 5.5 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 562.6 | 575.5 | 12.9 | 369.9 | 376.2 | 6.2 |
| 15000 (20000 | 142 | 39.7 | 35.2 | 35.8 | 719.3 | 756.5 | 37.2 | 534.1 | 543.3 | 9.2 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.1 | 1461.9 | 1479.8 | 17.9 | 1099.3 | 1116.2 | 16.9 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2085.8 | 2121.5 | 35.7 | 1677.6 | 1696.5 | 18.9 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1103.7 | 1113.1 | 9.4 | 898.7 | 906.5 | 7.8 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 270.6 | 273.7 | 3.1 | 228.7 | 230.1 | 1.4 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.4 | 122.6 | .2 | 99.7 | 100.8 | 1.1 |
| TOTALS | 1699 | 334.0 | 260.6 | 262.3 | 6679.5 | 6806.2 | 126.8 | 5247.4 | 5314.7 | 67.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.447 | 1.447 | 0.000 | 0.000 | 11.482 | 11.502 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.992 | 3.992 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 21.2 | 21.3 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.1 | 22.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 44.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | .591 |
| 30000 (50000 | 46.8 | 46.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.548 | 6.815 |
| 50000 (100000 | 17.7 | 17.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.488 | 10.195 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.343 | 15.682 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.118 | 15.789 |
| TOTALS | 162.7 | 164.3 | 11.8 | 11.8 | 5.488 | 5.488 | 0.000 | 0.000 | 77.668 | 77.672 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 13.8 | .1 | -1.4 | -1.4 | 0.0 | 12.3 | 12.4 | .1 |
| 5000 (10000 | 22.6 | 23.3 | .7 | -3.1 | -3.1 | 0.0 | 19.6 | 20.2 | .7 |
| 10000 (15000 | 38.7 | 39.6 | .8 | 0.0 | 0.0 | 0.0 | 38.7 | 39.6 | .8 |
| 15000 (20000 | 55.4 | 56.7 | 1.3 | 0.0 | 0.0 | 0.0 | 55.4 | 56.7 | 1.3 |
| 20000 (30000 | 119.5 | 122.5 | 3.0 | 0.0 | 0.0 | 0.0 | 119.5 | 122.5 | 3.0 |
| 30000 (50000 | 245.1 | 250.1 | 5.0 | 0.0 | 0.0 | 0.0 | 245.1 | 250.1 | 5.0 |
| 50000 (100000 | 170.5 | 172.9 | 2.4 | 0.0 | 0.0 | 0.0 | 170.5 | 172.9 | 2.4 |
| 100000 (200000 | 64.5 | 65.3 | .8 | 0.0 | 0.0 | 0.0 | 64.5 | 65.3 | .8 |
| 200000 (***** | 44.5 | 44.7 | .2 | 0.0 | 0.0 | 0.0 | 44.5 | 44.7 | .2 |
| TOTALS | 774.7 | 789.0 | 14.3 | -4.5 | -4.5 | 0.0 | 770.2 | 784.5 | 14.3 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7

EMPLOYEE, MOVING, & MISC DEDUCTIONS

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 335. | .016 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .075 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13379. | .410 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 626. | .022 | 0. | 0.000 | 16087. | .671 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 32634. | 2.180 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38321. | 4.600 | 480. | .025 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13409. | 2.361 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1112. | .847 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 130. | .198 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 626. | .022 | 0. | 0.000 | 116808. | 11.359 | 480. | .025 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 94. | .049 | 12. | .010 |
| 5000 (10000 | 0. | 0.000 | 1111. | .173 | 0. | 0.000 | 2985. | .599 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1918. | .421 | 61. | .029 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1508. | .635 | 892. | .550 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2585. | .805 | 707. | .384 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 912. | .378 | 324. | .228 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 67. | .039 | 67. | .039 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 1111. | .173 | 0. | 0.000 | 10070. | 2.925 | 2063. | 1.261 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 429. | .065 | 12. | .030 |
| 5000 (10000 | 0. | 0.000 | 1111. | .173 | 0. | 0.000 | 4385. | .674 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15297. | .832 | 61. | .029 |
| 15000 (20000 | 0. | 0.000 | 626. | .022 | 0. | 0.000 | 17596. | 1.306 | 892. | .550 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 35219. | 2.984 | 707. | .384 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 39233. | 4.978 | 804. | .253 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13477. | 2.399 | 67. | .039 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1112. | .847 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 130. | .198 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 1737. | .195 | 0. | 0.000 | 126878. | 14.284 | 2544. | 1.286 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 08
LIMIT NON-BUS INTEREST DEDUCTIONS

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.7 | -56.9 | -.1 | 67.3 | 67.3 | .0 |
| 5000 (10000 | 231 | 57.6 | 46.3 | 46.3 | 420.2 | 419.9 | -.3 | 277.9 | 279.3 | 1.5 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 575.5 | 575.2 | -.2 | 376.2 | 377.7 | 1.6 |
| 15000 (20000 | 142 | 39.7 | 35.8 | 35.8 | 756.5 | 755.4 | -1.1 | 543.3 | 554.5 | 11.2 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 52.7 | 1479.8 | 1476.1 | -3.7 | 1116.2 | 1144.8 | 28.6 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2121.5 | 2118.0 | -3.5 | 1696.5 | 1721.5 | 25.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1113.1 | 1111.9 | -1.2 | 906.5 | 916.9 | 10.4 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.7 | 273.5 | -.2 | 230.1 | 231.5 | 1.3 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.6 | 122.5 | -.1 | 100.8 | 101.2 | .5 |
| TOTALS | 1699 | 334.0 | 262.3 | 263.0 | 6806.2 | 6795.7 | -10.6 | 5314.7 | 5394.8 | 80.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.447 | 1.447 | 0.000 | 0.000 | 11.502 | 11.502 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.992 | 3.994 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 21.3 | 21.3 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 22.0 | 21.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 44.0 | 42.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .591 | .592 |
| 30000 (50000 | 46.6 | 43.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.815 | 6.767 |
| 50000 (100000 | 17.8 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.195 | 9.577 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.602 | 15.485 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.789 | 15.712 |
| TOTALS | 164.3 | 158.2 | 11.8 | 11.8 | 5.488 | 5.491 | 0.000 | 0.000 | 77.672 | 76.812 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 13.8 | .0 | -1.4 | -1.4 | 0.0 | 12.4 | 12.4 | .0 |
| 5000 (10000 | 23.3 | 23.5 | .2 | -3.1 | -3.1 | -.0 | 20.2 | 20.4 | .2 |
| 10000 (15000 | 39.6 | 39.7 | .1 | 0.0 | 0.0 | 0.0 | 39.6 | 39.7 | .1 |
| 15000 (20000 | 56.7 | 58.0 | 1.4 | 0.0 | 0.0 | 0.0 | 56.7 | 58.0 | 1.4 |
| 20000 (30000 | 122.5 | 126.9 | 4.4 | 0.0 | 0.0 | 0.0 | 122.5 | 126.9 | 4.4 |
| 30000 (50000 | 250.1 | 256.3 | 6.2 | 0.0 | 0.0 | 0.0 | 250.1 | 256.3 | 6.2 |
| 50000 (100000 | 172.9 | 175.7 | 2.8 | 0.0 | 0.0 | 0.0 | 172.9 | 175.7 | 2.8 |
| 100000 (200000 | 65.3 | 65.8 | .5 | 0.0 | 0.0 | 0.0 | 65.3 | 65.8 | .5 |
| 200000 (***** | 44.7 | 44.9 | .2 | 0.0 | 0.0 | 0.0 | 44.7 | 44.9 | .2 |
| TOTALS | 789.0 | 804.6 | 15.6 | -4.5 | -4.5 | -.0 | 784.5 | 800.1 | 15.6 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 7

Plan Y: CONFERENCE PROVISION 08

LIMIT NON-BUS INTEREST DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 733. | -.002 | 2079. | .177 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3725. | .101 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12565. | 1.351 | 685. | .059 |
| 20000 (30000 | 0. | 0.000 | 631. | .144 | 0. | 0.000 | 34821. | 4.403 | 1766. | .099 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 54. | -.009 | 38514. | 6.185 | 3557. | .634 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 330. | -.054 | 15527. | 2.859 | 48. | .005 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 60. | -.005 | 1171. | .456 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 207. | .155 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 631. | .144 | 1176. | -.070 | 100609. | 15.687 | 6057. | .797 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 480. | -.015 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 480. | -.015 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 733. | -.002 | 2079. | .177 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3725. | .101 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12565. | 1.351 | 685. | .059 |
| 20000 (30000 | 0. | 0.000 | 631. | .144 | 0. | 0.000 | 34821. | 4.403 | 1766. | .099 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 534. | -.024 | 38514. | 6.185 | 3557. | .634 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 330. | -.054 | 15527. | 2.859 | 48. | .005 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 60. | -.005 | 1171. | .456 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 207. | .155 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 631. | .144 | 1657. | -.066 | 100609. | 15.687 | 6057. | .797 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 8

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #9
INCREASED FLOOR UNDER MEDICAL DEDUCT

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -56.9 | 0.0 | 67.3 | 67.3 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 46.3 | 46.3 | 419.9 | 419.9 | 0.0 | 279.3 | 280.0 | .7 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 38.8 | 575.2 | 575.2 | 0.0 | 377.7 | 381.4 | 3.7 |
| 15000 (20000 | 142 | 39.7 | 35.8 | 35.8 | 755.4 | 755.4 | 0.0 | 554.5 | 560.4 | 5.9 |
| 20000 (30000 | 192 | 57.9 | 52.7 | 52.7 | 1476.1 | 1476.1 | 0.0 | 1144.8 | 1155.2 | 10.4 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2110.0 | 2110.0 | 0.0 | 1721.5 | 1726.7 | 5.2 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 916.9 | 918.4 | 1.6 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 231.5 | 231.5 | .0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.2 | 101.2 | 0.0 |
| TOTALS | 1699 | 334.0 | 263.0 | 263.0 | 6795.7 | 6795.7 | 0.0 | 5394.8 | 5422.1 | 27.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.447 | 1.447 | 0.000 | 0.000 | 11.502 | 11.502 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.994 | 3.994 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 21.3 | 21.3 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 42.2 | 37.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .592 | .592 |
| 30000 (50000 | 43.1 | 43.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.767 | 6.767 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.577 | 9.541 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.485 | 15.483 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.712 | 15.712 |
| TOTALS | 158.2 | 153.5 | 11.8 | 11.8 | 5.491 | 5.491 | 0.000 | 0.000 | 76.812 | 76.774 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 13.8 | 0.0 | -1.4 | -1.4 | 0.0 | 12.4 | 12.4 | 0.0 |
| 5000 (10000 | 23.5 | 23.6 | .1 | -3.1 | -3.1 | 0.0 | 20.4 | 20.5 | .1 |
| 10000 (15000 | 39.7 | 40.1 | .4 | 0.0 | 0.0 | 0.0 | 39.7 | 40.1 | .4 |
| 15000 (20000 | 58.0 | 58.0 | .0 | 0.0 | 0.0 | 0.0 | 58.0 | 58.0 | .0 |
| 20000 (30000 | 126.9 | 128.5 | 1.5 | 0.0 | 0.0 | 0.0 | 126.9 | 128.5 | 1.5 |
| 30000 (50000 | 256.3 | 257.5 | 1.2 | 0.0 | 0.0 | 0.0 | 256.3 | 257.5 | 1.2 |
| 50000 (100000 | 175.7 | 176.2 | .5 | 0.0 | 0.0 | 0.0 | 175.7 | 176.2 | .5 |
| 100000 (200000 | 65.8 | 65.8 | .0 | 0.0 | 0.0 | 0.0 | 65.8 | 65.8 | .0 |
| 200000 (***** | 44.9 | 44.9 | 0.0 | 0.0 | 0.0 | 0.0 | 44.9 | 44.9 | 0.0 |
| TOTALS | 804.6 | 809.2 | 4.5 | -4.5 | -4.5 | 0.0 | 800.1 | 804.6 | 4.5 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 8

Plan Y: CONFERENCE PROVISION #9

INCREASED FLOOR UNDER MEDICAL DEDUCT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10485. | .391 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11238. | .806 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18618. | 1.538 | 4678. | .294 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9163. | 1.234 | 94. | .011 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1515. | .488 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 49. | .005 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 53146. | 4.542 | 4772. | .305 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10485. | .391 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11238. | .806 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18618. | 1.538 | 4678. | .294 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9163. | 1.234 | 94. | .011 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1515. | .488 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 49. | .005 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 53146. | 4.542 | 4772. | .305 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 010
REFUEL SALES TAX DEDUCTION

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -56.9 | 0.0 | 67.3 | 67.4 | .1 |
| 5000 (10000 | 231 | 57.6 | 46.3 | 46.3 | 419.9 | 419.9 | 0.0 | 280.0 | 280.4 | .3 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 41.1 | 575.2 | 575.2 | 0.0 | 381.4 | 384.6 | 3.2 |
| 15000 (20000 | 142 | 39.7 | 35.8 | 35.8 | 755.4 | 755.4 | 0.0 | 560.4 | 563.3 | 2.9 |
| 20000 (30000 | 192 | 57.9 | 52.7 | 52.7 | 1476.1 | 1476.1 | 0.0 | 1155.2 | 1163.1 | 7.9 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 55.9 | 2118.0 | 2118.0 | 0.0 | 1726.7 | 1740.8 | 14.1 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 918.4 | 926.2 | 7.7 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 231.5 | 232.9 | 1.5 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.2 | 101.6 | .3 |
| TOTALS | 1699 | 334.0 | 263.0 | 265.3 | 6795.7 | 6795.7 | 0.0 | 5422.1 | 5460.1 | 38.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.447 | 1.447 | 0.000 | 0.000 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.994 | 3.994 | 0.000 | 0.000 |
| 10000 (15000 | 21.3 | 19.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 37.5 | 35.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | .592 |
| 30000 (50000 | 43.0 | 42.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 6.767 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 9.541 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 15.483 |
| 200000 (++++++) | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 15.712 |
| TOTALS | 153.5 | 148.5 | 11.8 | 11.8 | 5.491 | 5.491 | 0.000 | 76.774 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 13.8 | 13.8 | .0 | -1.4 | -1.4 | 0.0 | 12.4 | 12.4 | .0 |
| 5000 (10000 | 23.6 | 23.6 | .0 | -3.1 | -3.1 | 0.0 | 20.5 | 20.5 | .0 |
| 10000 (15000 | 48.1 | 48.4 | .3 | 0.0 | 0.0 | 0.0 | 48.1 | 48.4 | .3 |
| 15000 (20000 | 58.8 | 59.2 | .4 | 0.0 | 0.0 | 0.0 | 58.8 | 59.2 | .4 |
| 20000 (30000 | 128.5 | 129.8 | 1.3 | 0.0 | 0.0 | 0.0 | 128.5 | 129.8 | 1.3 |
| 30000 (50000 | 257.5 | 261.1 | 3.6 | 0.0 | 0.0 | 0.0 | 257.5 | 261.1 | 3.6 |
| 50000 (100000 | 176.2 | 178.6 | 2.4 | 0.0 | 0.0 | 0.0 | 176.2 | 178.6 | 2.4 |
| 100000 (200000 | 65.8 | 66.2 | .4 | 0.0 | 0.0 | 0.0 | 65.8 | 66.2 | .4 |
| 200000 (++++++) | 44.9 | 45.0 | .1 | 0.0 | 0.0 | 0.0 | 44.9 | 45.0 | .1 |
| TOTALS | 809.2 | 817.7 | 8.6 | -4.5 | -4.5 | 0.0 | 804.6 | 813.2 | 8.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9
Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 335. | .009 | 2. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .043 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 2314. | .021 | 0. | 0.000 | 16209. | .344 | 2091. | .027 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11571. | .400 | 11. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28961. | 1.284 | 1896. | .061 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38504. | 3.570 | 966. | .041 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14949. | 2.425 | 58. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1225. | .430 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 124. | .004 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 2314. | .021 | 0. | 0.000 | 113958. | 0.589 | 5024. | .129 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 335. | .009 | 2. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .043 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 2314. | .021 | 0. | 0.000 | 16209. | .344 | 2091. | .027 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11571. | .400 | 11. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28961. | 1.284 | 1896. | .061 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38504. | 3.570 | 966. | .041 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14949. | 2.425 | 58. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1225. | .430 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 124. | .004 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 2314. | .021 | 0. | 0.000 | 113958. | 0.589 | 5024. | .129 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 10

Plan Y: CONFERENCE PROVISION #11

REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -56.9 | 0.0 | 67.4 | 67.4 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 46.3 | 46.7 | 419.9 | 419.9 | 0.0 | 280.4 | 280.4 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 41.1 | 41.5 | 575.2 | 575.2 | 0.0 | 384.6 | 384.6 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 35.8 | 38.6 | 755.4 | 755.4 | 0.0 | 563.3 | 563.3 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 52.7 | 57.3 | 1476.1 | 1476.1 | 0.0 | 1163.1 | 1163.1 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1740.8 | 1740.8 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 926.2 | 926.2 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 232.9 | 232.9 | 0.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.6 | 101.6 | 0.0 |
| TOTALS | 1699 | 334.0 | 265.3 | 273.7 | 6795.7 | 6795.7 | 0.0 | 5460.1 | 5460.1 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 4.9 | 4.9 | 3.6 | 3.6 | 1.447 | 1.447 | 0.000 | 0.000 | 11.502 | 11.502 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 8.2 | 3.994 | 3.994 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 19.2 | 19.2 | 0.0 | 0.0 | .049 | .049 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 35.6 | 35.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .592 | .578 |
| 30000 (50000 | 42.0 | 42.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.761 | 6.577 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.316 | 6.216 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.293 | 10.277 |
| 200000 (++++++) | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.627 | 14.458 |
| TOTALS | 148.5 | 148.5 | 11.8 | 11.8 | 5.491 | 5.491 | 0.000 | 0.000 | 76.269 | 66.786 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 13.8 | 13.8 | 0.0 | -1.4 | -1.4 | 0.0 | 12.4 | 12.4 | 0.0 |
| 5000 (10000 | 23.6 | 23.9 | .3 | -3.1 | -3.1 | 0.0 | 20.5 | 20.8 | .3 |
| 10000 (15000 | 40.4 | 40.9 | .5 | 0.0 | 0.0 | 0.0 | 40.4 | 40.9 | .5 |
| 15000 (20000 | 59.2 | 61.2 | 2.0 | 0.0 | 0.0 | 0.0 | 59.2 | 61.2 | 2.0 |
| 20000 (30000 | 129.8 | 138.6 | 8.9 | 0.0 | 0.0 | 0.0 | 129.8 | 138.6 | 8.9 |
| 30000 (50000 | 261.1 | 264.4 | 3.4 | 0.0 | 0.0 | 0.0 | 261.1 | 264.4 | 3.4 |
| 50000 (100000 | 178.6 | 183.5 | 4.8 | 0.0 | 0.0 | 0.0 | 178.6 | 183.5 | 4.8 |
| 100000 (200000 | 66.2 | 68.1 | 1.9 | 0.0 | 0.0 | 0.0 | 66.2 | 68.1 | 1.9 |
| 200000 (++++++) | 45.0 | 45.2 | .3 | 0.0 | 0.0 | 0.0 | 45.0 | 45.2 | .3 |
| TOTALS | 817.7 | 839.0 | 22.0 | -4.5 | -4.5 | 0.0 | 813.2 | 835.2 | 22.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 10

Plan Y: CONFERENCE PROVISION #11

REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 503. | .212 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 2206. | 1.322 | 0. | 0.000 | 3531. | 1.498 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 3938. | 5.914 | 0. | 0.000 | 6421. | 6.973 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 278. | .438 | 0. | 0.000 | 3440. | 2.128 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 1. | .001 | 0. | 0.000 | 4321. | 4.749 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 558. | 1.903 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 22. | -.000 | 100. | .281 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 6423. | 7.676 | 22. | -.000 | 18876. | 17.744 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 411. | .148 | 0. | 0.000 | 1522. | .282 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 373. | .139 | 0. | 0.000 | 938. | .288 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 596. | .257 | 0. | 0.000 | 926. | .477 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 626. | .760 | 0. | 0.000 | 2196. | 1.886 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 817. | 1.231 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 100. | .095 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 2007. | 1.385 | 0. | 0.000 | 6498. | 4.259 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 411. | .148 | 0. | 0.000 | 1522. | .282 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 373. | .139 | 0. | 0.000 | 1441. | .500 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 2802. | 1.500 | 0. | 0.000 | 4457. | 1.975 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 4564. | 6.674 | 0. | 0.000 | 8617. | 8.859 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 278. | .438 | 0. | 0.000 | 4257. | 3.359 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 1. | .001 | 0. | 0.000 | 4421. | 4.844 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 558. | 1.903 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 22. | -.000 | 100. | .281 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 8430. | 8.900 | 22. | -.000 | 25374. | 22.003 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 11
Plan Y: CONFERENCE PROVISION #12
EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -56.9 | 0.0 | 67.4 | 67.4 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 46.7 | 43.3 | 419.9 | 419.9 | 0.0 | 280.4 | 280.4 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 41.5 | 35.6 | 575.2 | 575.2 | 0.0 | 384.6 | 384.6 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 38.6 | 38.6 | 755.4 | 755.4 | 0.0 | 563.3 | 563.3 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 57.3 | 57.3 | 1476.1 | 1476.1 | 0.0 | 1163.1 | 1163.1 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1740.8 | 1740.8 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 926.2 | 926.2 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 232.9 | 232.9 | 0.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.6 | 101.6 | 0.0 |
| TOTALS | 1699 | 334.0 | 273.7 | 264.4 | 6795.7 | 6795.7 | 0.0 | 5460.1 | 5460.1 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 4.1 | 1.447 | 2.582 | 0.000 | 0.000 | 11.582 | 11.582 |
| 5000 (10000 | 5.2 | 5.2 | 8.2 | 11.6 | 3.994 | 9.557 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 19.2 | 19.2 | 0.0 | 5.9 | .049 | 6.142 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | 0.0 | 0.000 | .409 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 35.6 | 35.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .578 | .578 |
| 30000 (50000 | 42.0 | 42.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.577 | 6.577 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.216 | 6.216 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.277 | 10.277 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.458 | 14.458 |
| TOTALS | 148.5 | 148.5 | 11.8 | 21.6 | 5.491 | 18.609 | 0.000 | 0.000 | 66.786 | 66.786 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 13.8 | -.0 | -1.4 | -2.5 | -1.1 | 12.4 | 11.3 | -1.1 |
| 5000 (10000 | 23.9 | 22.6 | -1.3 | -3.1 | -7.4 | -4.3 | 20.8 | 15.3 | -5.6 |
| 10000 (15000 | 40.9 | 38.2 | -2.7 | 0.0 | -3.4 | -3.4 | 40.9 | 34.8 | -6.1 |
| 15000 (20000 | 61.2 | 60.8 | -.4 | 0.0 | 0.0 | 0.0 | 61.2 | 60.8 | -.4 |
| 20000 (30000 | 138.6 | 138.6 | 0.0 | 0.0 | 0.0 | 0.0 | 138.6 | 138.6 | 0.0 |
| 30000 (50000 | 264.4 | 264.4 | 0.0 | 0.0 | 0.0 | 0.0 | 264.4 | 264.4 | 0.0 |
| 50000 (100000 | 183.5 | 183.5 | 0.0 | 0.0 | 0.0 | 0.0 | 183.5 | 183.5 | 0.0 |
| 100000 (200000 | 68.1 | 68.1 | 0.0 | 0.0 | 0.0 | 0.0 | 68.1 | 68.1 | 0.0 |
| 200000 (***** | 45.2 | 45.2 | 0.0 | 0.0 | 0.0 | 0.0 | 45.2 | 45.2 | 0.0 |
| TOTALS | 839.8 | 835.4 | -4.4 | -4.5 | -13.3 | -8.7 | 835.2 | 822.1 | -13.1 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 38. | -0.004 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 3673. | -1.636 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 2474. | -1.801 | 0. | 0.000 | 4985. | -2.488 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 472. | -0.020 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 2474. | -1.801 | 0. | 0.000 | 9159. | -4.149 | 0. | 0.000 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 4185. | -1.051 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 3406. | -2.166 | 0. | 0.000 | 10367. | -3.926 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 3424. | -2.449 | 0. | 0.000 | 5723. | -3.604 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1550. | -0.388 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 6830. | -4.615 | 0. | 0.000 | 21744. | -8.969 | 0. | 0.000 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 4134. | -1.055 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 3406. | -2.166 | 0. | 0.000 | 14840. | -5.562 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 5898. | -4.250 | 0. | 0.000 | 10707. | -6.092 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 2022. | -0.409 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 9304. | -6.416 | 0. | 0.000 | 30903. | -13.119 | 0. | 0.000 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -56.9 | 0.0 | 67.4 | 67.4 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 43.3 | 43.3 | 419.9 | 419.9 | 0.0 | 280.4 | 280.4 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 35.6 | 35.6 | 575.2 | 575.2 | 0.0 | 384.6 | 384.6 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 38.6 | 38.6 | 755.4 | 755.4 | 0.0 | 563.3 | 563.3 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 57.3 | 57.3 | 1476.1 | 1476.1 | 0.0 | 1163.1 | 1163.1 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1740.8 | 1740.8 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 926.2 | 926.2 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 232.9 | 232.9 | 0.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.6 | 101.6 | 0.0 |
| TOTALS | 1699 | 334.0 | 264.4 | 264.4 | 6795.7 | 6795.7 | 0.0 | 5460.1 | 5460.1 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.582 | 2.582 | 0.000 | 0.000 | 11.582 | 11.582 |
| 5000 (10000 | 5.2 | 5.2 | 11.6 | 11.6 | 9.557 | 9.557 | 0.000 | 0.000 | 7.977 | 7.977 |
| 10000 (15000 | 19.2 | 19.2 | 5.9 | 5.9 | 6.142 | 6.142 | 0.000 | 0.000 | 9.200 | 9.200 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | 0.0 | .409 | .409 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 35.6 | 35.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .578 | .578 |
| 30000 (50000 | 42.0 | 42.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.577 | 6.577 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.216 | 6.208 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.277 | 10.269 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.458 | 14.443 |
| TOTALS | 148.5 | 148.5 | 21.6 | 21.6 | 18.689 | 18.689 | 0.000 | 0.000 | 66.786 | 66.754 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 13.8 | 0.0 | -2.5 | -2.5 | 0.0 | 11.3 | 11.3 | 0.0 |
| 5000 (10000 | 22.6 | 22.7 | .1 | -7.4 | -7.4 | 0.0 | 15.3 | 15.3 | .1 |
| 10000 (15000 | 38.2 | 38.5 | .3 | -3.4 | -3.4 | 0.0 | 34.8 | 35.1 | .3 |
| 15000 (20000 | 60.8 | 61.1 | .3 | 0.0 | 0.0 | 0.0 | 60.8 | 61.1 | .3 |
| 20000 (30000 | 138.6 | 138.7 | .0 | 0.0 | 0.0 | 0.0 | 138.6 | 138.7 | .0 |
| 30000 (50000 | 264.4 | 264.9 | .5 | 0.0 | 0.0 | 0.0 | 264.4 | 264.9 | .5 |
| 50000 (100000 | 183.5 | 183.7 | .2 | 0.0 | 0.0 | 0.0 | 183.5 | 183.7 | .2 |
| 100000 (200000 | 68.1 | 68.2 | .0 | 0.0 | 0.0 | 0.0 | 68.1 | 68.2 | .0 |
| 200000 (***** | 45.2 | 45.2 | .0 | 0.0 | 0.0 | 0.0 | 45.2 | 45.2 | .0 |
| TOTALS | 835.4 | 836.8 | 1.4 | -13.3 | -13.3 | 0.0 | 822.1 | 823.5 | 1.4 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2948. | .183 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6565. | .270 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 637. | .011 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5154. | .410 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2582. | .206 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 328. | .028 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 57. | .008 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18271. | 1.836 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 934. | .072 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3362. | .193 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 579. | .015 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3304. | .038 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1214. | .068 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9393. | .385 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 934. | .072 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6310. | .296 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7144. | .286 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3942. | .049 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6368. | .478 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2582. | .206 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 328. | .028 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 57. | .008 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 27664. | 1.422 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X ABI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 17.3 | -56.9 | -56.9 | 0.0 | 67.4 | 84.9 | 17.6 |
| 5000 (10000 | 231 | 57.6 | 43.3 | 38.8 | 419.9 | 419.9 | 0.0 | 280.4 | 257.7 | -22.6 |
| 10000 (15000 | 161 | 46.4 | 35.6 | 32.3 | 575.2 | 575.2 | 0.0 | 384.6 | 344.9 | -39.7 |
| 15000 (20000 | 142 | 39.7 | 38.6 | 36.6 | 755.4 | 755.4 | 0.0 | 563.3 | 521.0 | -42.3 |
| 20000 (30000 | 192 | 57.9 | 57.3 | 55.4 | 1476.1 | 1476.1 | 0.0 | 1163.1 | 1038.9 | -124.2 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1740.8 | 1610.0 | -130.8 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 926.2 | 881.2 | -45.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 232.9 | 229.1 | -3.9 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.6 | 101.1 | -.5 |
| TOTALS | 1699 | 334.0 | 264.4 | 257.1 | 6795.7 | 6795.7 | 0.0 | 5460.1 | 5068.8 | -391.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.502 | 2.502 | 0.000 | 11.502 |
| 5000 (10000 | 5.2 | 5.2 | 11.6 | 13.9 | 9.557 | 9.557 | 0.000 | 7.977 |
| 10000 (15000 | 19.2 | 19.2 | 5.9 | 9.2 | 6.142 | 6.142 | 0.000 | 9.200 |
| 15000 (20000 | 21.3 | 21.3 | 0.0 | .4 | .409 | .409 | 0.000 | 0.000 |
| 20000 (30000 | 35.6 | 35.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | .578 |
| 30000 (50000 | 42.0 | 42.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 6.577 |
| 50000 (100000 | 17.7 | 17.7 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 6.208 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 18.269 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 14.443 |
| TOTALS | 148.5 | 148.5 | 21.6 | 27.7 | 18.609 | 18.609 | 0.000 | 66.754 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 13.8 | 15.0 | 1.2 | -2.5 | -2.5 | 0.0 | 11.3 | 12.5 | 1.2 |
| 5000 (10000 | 22.7 | 21.9 | -.8 | -7.4 | -8.3 | -.9 | 15.3 | 13.6 | -1.7 |
| 10000 (15000 | 38.5 | 37.4 | -1.1 | -3.4 | -5.1 | -1.7 | 35.1 | 32.4 | -2.7 |
| 15000 (20000 | 61.1 | 55.2 | -5.8 | 0.0 | -.0 | -.0 | 61.1 | 55.2 | -5.8 |
| 20000 (30000 | 138.7 | 117.0 | -21.6 | 0.0 | 0.0 | 0.0 | 138.7 | 117.0 | -21.6 |
| 30000 (50000 | 264.9 | 233.6 | -31.3 | 0.0 | 0.0 | 0.0 | 264.9 | 233.6 | -31.3 |
| 50000 (100000 | 183.7 | 170.0 | -13.7 | 0.0 | 0.0 | 0.0 | 183.7 | 170.0 | -13.7 |
| 100000 (200000 | 68.2 | 67.2 | -.9 | 0.0 | 0.0 | 0.0 | 68.2 | 67.2 | -.9 |
| 200000 (***** | 45.2 | 45.1 | -.1 | 0.0 | 0.0 | 0.0 | 45.2 | 45.1 | -.1 |
| TOTALS | 836.8 | 762.6 | -74.2 | -13.3 | -15.9 | -2.6 | 823.5 | 746.7 | -76.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 13

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #14
MODIFY EXEMPTIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 710. | .103 | 0. | 0.000 |
| 5000 (10000 | 1399. | -.436 | 0. | 0.000 | 2079. | -.502 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 2511. | -.707 | 0. | 0.000 | 8957. | -1.213 | 5383. | .309 | 0. | 0.000 |
| 15000 (20000 | 1910. | -.717 | 0. | 0.000 | 11930. | -3.538 | 8336. | .690 | 0. | 0.000 |
| 20000 (30000 | 1634. | -.555 | 0. | 0.000 | 33914. | -13.767 | 1201. | .114 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 40196. | -24.182 | 1736. | .192 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 15917. | -13.594 | 637. | .166 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1017. | -1.072 | 491. | .141 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 100. | -.119 | 28. | .010 | 0. | 0.000 |
| ITEMIZE, Total | 7454. | -2.414 | 0. | 0.000 | 114110. | -57.907 | 18522. | 1.726 | 0. | 0.000 |
| +++++++ (5000 | 2018. | -.069 | 6404. | .412 | 3546. | -.206 | 13395. | 1.306 | 0. | 0.000 |
| 5000 (10000 | 3132. | -.930 | 0. | 0.000 | 25845. | -3.949 | 19253. | 2.737 | 0. | 0.000 |
| 10000 (15000 | 756. | -.285 | 0. | 0.000 | 17402. | -3.289 | 9472. | 1.454 | 0. | 0.000 |
| 15000 (20000 | 87. | -.001 | 0. | 0.000 | 15504. | -3.479 | 2828. | .477 | 0. | 0.000 |
| 20000 (30000 | 273. | -.001 | 0. | 0.000 | 20458. | -8.157 | 1634. | .170 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 12956. | -7.568 | 1172. | .217 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 274. | -.270 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 6266. | -1.366 | 6404. | .412 | 95985. | -26.917 | 47753. | 6.370 | 0. | 0.000 |
| +++++++ (5000 | 2018. | -.069 | 6404. | .412 | 3546. | -.206 | 14105. | 1.410 | 0. | 0.000 |
| 5000 (10000 | 4531. | -1.366 | 0. | 0.000 | 27925. | -4.451 | 19253. | 2.737 | 0. | 0.000 |
| 10000 (15000 | 3266. | -.992 | 0. | 0.000 | 26359. | -4.502 | 14854. | 1.763 | 0. | 0.000 |
| 15000 (20000 | 1997. | -.717 | 0. | 0.000 | 27434. | -7.017 | 11164. | 1.167 | 0. | 0.000 |
| 20000 (30000 | 1900. | -.636 | 0. | 0.000 | 54372. | -21.924 | 2835. | .292 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 53152. | -31.751 | 2908. | .409 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 16191. | -13.063 | 637. | .166 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1017. | -1.072 | 491. | .141 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 100. | -.119 | 28. | .010 | 0. | 0.000 |
| ALL RETURNS, Total | 13720. | -3.780 | 6404. | .412 | 210095. | -84.905 | 66276. | 8.096 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 14

Plan Y: CONFERENCE PROVISION 015

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 17.3 | 12.7 | -56.9 | -56.9 | 0.0 | 84.9 | 15.4 | -69.5 |
| 5000 (10000 | 231 | 57.6 | 38.8 | 36.6 | 419.9 | 419.9 | 0.0 | 257.7 | 185.6 | -152.1 |
| 10000 (15000 | 161 | 46.4 | 32.3 | 32.1 | 575.2 | 575.2 | 0.0 | 344.9 | 288.2 | -144.7 |
| 15000 (20000 | 142 | 39.7 | 36.6 | 36.3 | 755.4 | 755.4 | 0.0 | 521.0 | 378.2 | -142.7 |
| 20000 (30000 | 192 | 57.9 | 55.4 | 55.4 | 1476.1 | 1476.1 | 0.0 | 1038.9 | 888.1 | -238.8 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1610.0 | 1385.0 | -225.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 881.2 | 811.9 | -69.3 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 229.1 | 221.0 | -8.1 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 101.1 | 99.8 | -1.3 |
| TOTALS | 1699 | 334.0 | 257.1 | 249.7 | 6795.7 | 6795.7 | 0.0 | 5068.8 | 4825.3 | -1043.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.582 | 2.582 | 0.000 | 0.000 | 11.526 | 11.537 |
| 5000 (10000 | 5.2 | 5.2 | 13.9 | 13.9 | 9.557 | 9.557 | 0.000 | 0.000 | 8.821 | 8.825 |
| 10000 (15000 | 19.2 | 14.0 | 9.2 | 9.2 | 6.142 | 6.142 | 0.000 | 0.000 | 9.286 | 9.322 |
| 15000 (20000 | 21.3 | 12.9 | .4 | .5 | .489 | .489 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 35.6 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .622 | .636 |
| 30000 (50000 | 42.0 | 36.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.647 | 6.706 |
| 50000 (100000 | 17.7 | 17.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 7.644 | 7.666 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.988 | 10.988 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.523 | 14.532 |
| TOTALS | 148.5 | 128.1 | 27.7 | 27.7 | 18.689 | 18.689 | 0.000 | 0.000 | 69.258 | 69.413 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 15.0 | 14.5 | -.6 | -2.5 | -2.5 | 0.0 | 12.5 | 12.0 | -.6 |
| 5000 (10000 | 21.9 | 19.5 | -2.3 | -8.3 | -8.8 | -.5 | 13.6 | 10.8 | -2.8 |
| 10000 (15000 | 37.4 | 34.3 | -3.1 | -5.1 | -5.2 | -.2 | 32.4 | 29.1 | -3.3 |
| 15000 (20000 | 55.2 | 51.8 | -3.4 | -.0 | -.0 | -.0 | 55.2 | 51.8 | -3.4 |
| 20000 (30000 | 117.0 | 111.7 | -5.3 | 0.0 | 0.0 | 0.0 | 117.0 | 111.7 | -5.3 |
| 30000 (50000 | 233.6 | 228.7 | -4.9 | 0.0 | 0.0 | 0.0 | 233.6 | 228.7 | -4.9 |
| 50000 (100000 | 170.0 | 169.8 | -.2 | 0.0 | 0.0 | 0.0 | 170.0 | 169.8 | -.2 |
| 100000 (200000 | 67.2 | 67.2 | 0.0 | 0.0 | 0.0 | 0.0 | 67.2 | 67.2 | 0.0 |
| 200000 (***** | 45.1 | 45.1 | 0.0 | 0.0 | 0.0 | 0.0 | 45.1 | 45.1 | 0.0 |
| TOTALS | 762.6 | 742.8 | -19.8 | -15.9 | -16.5 | -.7 | 746.7 | 726.3 | -20.4 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 14

Plan Y: CONFERENCE PROVISION #15

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 5208. | -.302 | 0. | 0.000 | 5208. | -.302 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8466. | -1.282 | 0. | 0.000 | 8466. | -1.282 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 8801. | -.918 | 0. | 0.000 | 8801. | -.918 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 5628. | -.630 | 0. | 0.000 | 5628. | -.630 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 208. | -.065 | 0. | 0.000 | 210. | -.065 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 28311. | -3.190 | 0. | 0.000 | 28315. | -3.190 |
| +++++++ (5000 | 4636. | -.117 | 0. | 0.000 | 14923. | -.569 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 2191. | -.133 | 0. | 0.000 | 41376. | -2.829 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 204. | -.016 | 0. | 0.000 | 24007. | -2.953 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 335. | -.026 | 0. | 0.000 | 18244. | -2.138 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 21818. | -4.419 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 14128. | -4.229 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 274. | -.107 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 7366. | -.292 | 0. | 0.000 | 134770. | -17.243 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 4636. | -.117 | 0. | 0.000 | 14923. | -.569 | 0. | 0.000 | 2. | 0.000 |
| 5000 (10000 | 2191. | -.133 | 0. | 0.000 | 41376. | -2.829 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 204. | -.016 | 0. | 0.000 | 29215. | -3.254 | 0. | 0.000 | 5208. | -.302 |
| 15000 (20000 | 335. | -.026 | 0. | 0.000 | 26710. | -3.420 | 0. | 0.000 | 8466. | -1.282 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 30619. | -5.338 | 0. | 0.000 | 8801. | -.918 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 19756. | -4.859 | 0. | 0.000 | 5628. | -.630 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 482. | -.172 | 0. | 0.000 | 210. | -.065 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 7366. | -.292 | 0. | 0.000 | 163082. | -20.441 | 0. | 0.000 | 28315. | -3.190 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 15

Plan Y: CONFERENCE PROVISION 016

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.7 | 12.9 | -56.9 | -56.9 | 0.0 | 15.4 | 15.4 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 36.6 | 40.2 | 419.9 | 419.9 | 0.0 | 105.6 | 105.6 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 32.1 | 32.3 | 575.2 | 575.2 | 0.0 | 200.2 | 200.2 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 36.3 | 36.6 | 755.4 | 755.4 | 0.0 | 378.2 | 378.2 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 55.4 | 56.0 | 1476.1 | 1476.1 | 0.0 | 808.1 | 808.1 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2118.0 | 0.0 | 1385.0 | 1385.0 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1111.9 | 0.0 | 811.9 | 811.9 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 273.5 | 0.0 | 221.0 | 221.0 | 0.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 122.5 | 0.0 | 99.8 | 99.8 | 0.0 |
| TOTALS | 1699 | 334.0 | 249.7 | 254.7 | 6795.7 | 6795.7 | 0.0 | 4825.3 | 4825.3 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.582 | 2.582 | 0.000 | 0.000 |
| 5000 (10000 | 5.2 | 5.2 | 13.9 | 12.5 | 9.557 | 9.557 | 0.000 | 0.000 |
| 10000 (15000 | 14.0 | 14.0 | 9.2 | 9.2 | 6.142 | 6.142 | 0.000 | 0.000 |
| 15000 (20000 | 12.9 | 12.9 | .5 | .4 | .409 | .409 | 0.000 | 0.000 |
| 20000 (30000 | 26.8 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 36.4 | 36.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 17.4 | 17.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 120.1 | 120.1 | 27.7 | 26.3 | 18.609 | 18.609 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 14.5 | 14.9 | .4 | -2.5 | -2.5 | 0.0 | 12.0 | 12.4 | .4 |
| 5000 (10000 | 19.5 | 22.9 | 3.3 | -8.8 | -8.7 | .1 | 10.8 | 14.2 | 3.4 |
| 10000 (15000 | 34.3 | 37.8 | 3.4 | -5.2 | -5.2 | .1 | 29.1 | 32.6 | 3.5 |
| 15000 (20000 | 51.8 | 54.5 | 2.7 | -.0 | -.0 | .0 | 51.8 | 54.5 | 2.7 |
| 20000 (30000 | 111.7 | 114.5 | 2.8 | 0.0 | 0.0 | 0.0 | 111.7 | 114.5 | 2.8 |
| 30000 (50000 | 228.7 | 208.4 | -20.3 | 0.0 | 0.0 | 0.0 | 228.7 | 208.4 | -20.3 |
| 50000 (100000 | 169.8 | 147.9 | -21.9 | 0.0 | 0.0 | 0.0 | 169.8 | 147.9 | -21.9 |
| 100000 (200000 | 67.2 | 56.2 | -11.0 | 0.0 | 0.0 | 0.0 | 67.2 | 56.2 | -11.0 |
| 200000 (***** | 45.1 | 39.9 | -5.2 | 0.0 | 0.0 | 0.0 | 45.1 | 39.9 | -5.2 |
| TOTALS | 742.8 | 696.8 | -45.9 | -16.5 | -16.3 | .2 | 726.3 | 680.5 | -45.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 15

Plan Y: CONFERENCE PROVISION 016

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ < 5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.023 | 711. | .059 | 0. | 0.000 |
| 5000 < 10000 | 0. | 0.000 | 1399. | .173 | 0. | 0.000 | 2079. | .213 | 0. | 0.000 |
| 10000 < 15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4307. | .306 | 0. | 0.000 |
| 15000 < 20000 | 0. | 0.000 | 0. | 0.000 | 43. | -.615 | 9047. | 1.537 | 0. | 0.000 |
| 20000 < 30000 | 0. | 0.000 | 594. | .012 | 2559. | -.666 | 22715. | 3.670 | 0. | 0.000 |
| 30000 < 50000 | 0. | 0.000 | 0. | 0.000 | 27503. | -12.115 | 8721. | .874 | 0. | 0.000 |
| 50000 < 100000 | 0. | 0.000 | 0. | 0.000 | 15658. | -21.162 | 1. | .000 | 0. | 0.000 |
| 100000 < 200000 | 0. | 0.000 | 0. | 0.000 | 1535. | -11.047 | 0. | 0.000 | 0. | 0.000 |
| 200000 (++++++) | 0. | 0.000 | 0. | 0.000 | 128. | -5.242 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 1993. | .185 | 47500. | -50.871 | 48381. | 6.659 | 0. | 0.000 |
| +++++++ < 5000 | 0. | 0.000 | 200. | .010 | 0. | -.002 | 10487. | .364 | 0. | 0.000 |
| 5000 < 10000 | 0. | 0.000 | 2199. | .400 | 0. | 0.000 | 40275. | 3.199 | 0. | 0.000 |
| 10000 < 15000 | 0. | 0.000 | 204. | .010 | 106. | -.003 | 20552. | 3.176 | 0. | 0.000 |
| 15000 < 20000 | 0. | 0.000 | 335. | .032 | 7236. | -.520 | 19474. | 2.277 | 0. | 0.000 |
| 20000 < 30000 | 0. | 0.000 | 0. | 0.000 | 11355. | -2.600 | 19264. | 2.464 | 0. | 0.000 |
| 30000 < 50000 | 0. | 0.000 | 0. | 0.000 | 15673. | -9.274 | 3840. | .196 | 0. | 0.000 |
| 50000 < 100000 | 0. | 0.000 | 0. | 0.000 | 482. | -.762 | 0. | 0.000 | 0. | 0.000 |
| 100000 < 200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (++++++) | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 2939. | .453 | 34853. | -13.241 | 121892. | 11.676 | 0. | 0.000 |
| +++++++ < 5000 | 0. | 0.000 | 200. | .010 | 2. | -.025 | 11190. | .423 | 0. | 0.000 |
| 5000 < 10000 | 0. | 0.000 | 3590. | .574 | 0. | 0.000 | 42354. | 3.412 | 0. | 0.000 |
| 10000 < 15000 | 0. | 0.000 | 204. | .010 | 106. | -.003 | 32859. | 3.482 | 0. | 0.000 |
| 15000 < 20000 | 0. | 0.000 | 335. | .032 | 7279. | -1.135 | 29321. | 3.813 | 0. | 0.000 |
| 20000 < 30000 | 0. | 0.000 | 594. | .012 | 13914. | -3.345 | 41979. | 6.134 | 0. | 0.000 |
| 30000 < 50000 | 0. | 0.000 | 0. | 0.000 | 43257. | -21.389 | 12561. | 1.070 | 0. | 0.000 |
| 50000 < 100000 | 0. | 0.000 | 0. | 0.000 | 16140. | -21.924 | 1. | .000 | 0. | 0.000 |
| 100000 < 200000 | 0. | 0.000 | 0. | 0.000 | 1535. | -11.047 | 0. | 0.000 | 0. | 0.000 |
| 200000 (++++++) | 0. | 0.000 | 0. | 0.000 | 128. | -5.242 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 4932. | .638 | 82360. | -64.111 | 170273. | 18.335 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 16

Income Classifier: FEDERAL PLAN X ASI

Plan Y: CONFERENCE PROVISION #17
REPEAL CAPITAL GAINS EXCLUSION

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -56.9 | -19.8 | 37.1 | 15.4 | 23.1 | 7.7 |
| 5000 (10000 | 231 | 57.6 | 40.2 | 40.2 | 419.9 | 429.7 | 9.9 | 105.6 | 118.6 | 13.0 |
| 10000 (15000 | 161 | 46.4 | 32.3 | 32.3 | 575.2 | 598.9 | 23.7 | 200.2 | 222.8 | 22.6 |
| 15000 (20000 | 142 | 39.7 | 36.6 | 36.6 | 755.4 | 770.0 | 14.6 | 378.2 | 393.3 | 15.0 |
| 20000 (30000 | 192 | 57.9 | 56.0 | 56.6 | 1476.1 | 1517.2 | 41.1 | 800.1 | 849.9 | 41.9 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2118.0 | 2156.5 | 38.5 | 1385.0 | 1423.0 | 38.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1111.9 | 1149.5 | 37.6 | 811.9 | 849.7 | 37.8 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 273.5 | 315.0 | 41.4 | 221.0 | 262.7 | 41.7 |
| 200000 (***** | 74 | .3 | .3 | .3 | 122.5 | 175.4 | 52.9 | 99.8 | 152.7 | 52.8 |
| TOTALS | 1699 | 334.0 | 254.7 | 255.2 | 6795.7 | 7092.4 | 296.8 | 4025.3 | 4295.8 | 270.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.582 | 2.582 | 0.000 | 0.000 | 12.049 | .262 |
| 5000 (10000 | 5.2 | 5.2 | 12.5 | 12.5 | 9.557 | 9.469 | 0.000 | 0.000 | 8.024 | 0.000 |
| 10000 (15000 | 14.0 | 14.0 | 9.2 | 9.2 | 6.142 | 6.016 | 0.000 | 0.000 | 9.385 | 0.000 |
| 15000 (20000 | 12.9 | 12.9 | .4 | .4 | .409 | .400 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 26.8 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .630 | 0.000 |
| 30000 (50000 | 36.4 | 36.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 7.506 | .387 |
| 50000 (100000 | 17.4 | 17.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 14.050 | 4.301 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.411 | 4.775 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 22.001 | 7.501 |
| TOTALS | 120.1 | 120.0 | 26.3 | 26.3 | 18.609 | 18.394 | 0.000 | 0.000 | 89.776 | 17.226 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 14.9 | 4.5 | -10.4 | -2.5 | -2.5 | -.0 | 12.4 | 2.0 | -10.4 |
| 5000 (10000 | 22.9 | 18.0 | -4.8 | -8.7 | -8.7 | 0.0 | 14.2 | 9.4 | -4.8 |
| 10000 (15000 | 37.8 | 33.3 | -4.5 | -5.2 | -5.2 | 0.0 | 32.6 | 28.1 | -4.5 |
| 15000 (20000 | 54.5 | 56.7 | 2.2 | -.0 | -.0 | .0 | 54.5 | 56.7 | 2.2 |
| 20000 (30000 | 114.5 | 120.4 | 5.9 | 0.0 | 0.0 | 0.0 | 114.5 | 120.4 | 5.9 |
| 30000 (50000 | 200.4 | 211.5 | 3.1 | 0.0 | 0.0 | 0.0 | 200.4 | 211.5 | 3.1 |
| 50000 (100000 | 147.9 | 149.5 | 1.7 | 0.0 | 0.0 | 0.0 | 147.9 | 149.5 | 1.7 |
| 100000 (200000 | 56.2 | 57.9 | 1.7 | 0.0 | 0.0 | 0.0 | 56.2 | 57.9 | 1.7 |
| 200000 (***** | 39.9 | 38.2 | -1.7 | 0.0 | 0.0 | 0.0 | 39.9 | 38.2 | -1.7 |
| TOTALS | 696.8 | 690.1 | -6.8 | -16.3 | -16.3 | .0 | 680.5 | 673.7 | -6.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 8. | -.127 | 0. | 0.000 | 10. | -.285 | 369. | .005 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .101 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 19. | -.005 | 0. | 0.000 | 19. | -.005 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6333. | 1.621 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 631. | .014 | 20. | -.000 | 4569. | 1.511 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1024. | -1.102 | 5003. | 1.762 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1484. | -1.143 | 3107. | 2.572 | 95. | .233 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 595. | -2.709 | 821. | 4.429 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 166. | -1.894 | 102. | .994 | 0. | 0.000 |
| ITEMIZE, Total | 8. | -.127 | 631. | .014 | 4118. | -7.217 | 21062. | 12.995 | 114. | .228 |
| +++++++ (5000 | 2. | -.100 | 0. | 0.000 | 1670. | -10.232 | 334. | .114 | 0. | 0.000 |
| 5000 (10000 | 38. | -.752 | 0. | 0.000 | 146. | -5.199 | 1519. | .256 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 280. | -5.161 | 4350. | .665 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1720. | .620 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 654. | -.094 | 4370. | 4.576 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 81. | -.033 | 1036. | 2.482 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 55. | -.140 | 119. | .366 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 12. | -.927 | 3. | .141 | 0. | 0.000 |
| NON-ITEMIZE, Total | 40. | -.860 | 0. | 0.000 | 2890. | -21.707 | 14259. | 9.219 | 0. | 0.000 |
| +++++++ (5000 | 10. | -.235 | 0. | 0.000 | 1600. | -10.517 | 703. | .119 | 0. | 0.000 |
| 5000 (10000 | 38. | -.752 | 0. | 0.000 | 146. | -5.199 | 2910. | .356 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 299. | -5.166 | 4350. | .665 | 19. | -.005 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8053. | 2.241 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 631. | .014 | 674. | -.174 | 8947. | 6.007 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1905. | -1.135 | 6919. | 4.243 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1539. | -1.283 | 3306. | 2.938 | 95. | .233 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 595. | -2.709 | 821. | 4.429 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 170. | -2.021 | 105. | 1.136 | 0. | 0.000 |
| ALL RETURNS, Total | 47. | -.987 | 631. | .014 | 7016. | -29.004 | 36121. | 22.214 | 114. | .228 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 53.8 | 12.9 | 12.9 | -19.8 | -19.8 | 0.0 | 23.1 | 23.1 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 40.2 | 40.2 | 429.7 | 429.7 | 0.0 | 118.6 | 118.6 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 32.3 | 32.3 | 598.9 | 598.9 | 0.0 | 222.8 | 222.8 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 36.6 | 36.6 | 770.0 | 770.0 | 0.0 | 393.3 | 393.3 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 56.6 | 56.6 | 1517.2 | 1517.2 | 0.0 | 849.9 | 849.9 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2156.5 | 2156.5 | 0.0 | 1423.0 | 1423.0 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1149.5 | 1149.5 | 0.0 | 849.7 | 849.7 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 315.0 | 315.0 | 0.0 | 262.7 | 262.7 | 0.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 175.4 | 175.4 | 0.0 | 152.7 | 152.7 | 0.0 |
| TOTALS | 1699 | 334.0 | 255.2 | 255.2 | 7092.4 | 7092.4 | 0.0 | 4295.8 | 4295.8 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | | ALTERNATIVE MINTAX | | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.502 | 2.502 | 0.000 | 0.000 | .262 | 1.690 |
| 5000 (10000 | 5.2 | 5.2 | 12.5 | 12.5 | 9.469 | 9.469 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 14.0 | 14.0 | 9.2 | 9.2 | 6.016 | 6.016 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 12.9 | 12.9 | .4 | .4 | .400 | .400 | 0.000 | 0.000 | 0.000 | 1.459 |
| 20000 (30000 | 26.8 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 36.4 | 36.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .387 | .463 |
| 50000 (100000 | 17.3 | 17.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 4.301 | 8.346 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 4.775 | 6.824 |
| 200000 (++++++) | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 7.501 | 9.974 |
| TOTALS | 120.0 | 120.0 | 26.3 | 26.3 | 18.394 | 18.394 | 0.000 | 0.000 | 17.226 | 28.755 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 4.5 | 5.9 | 1.4 | -2.5 | -2.5 | 0.0 | 2.0 | 3.4 | 1.4 |
| 5000 (10000 | 18.0 | 18.0 | 0.0 | -0.7 | -0.7 | 0.0 | 9.4 | 9.4 | 0.0 |
| 10000 (15000 | 33.3 | 33.3 | 0.0 | -5.2 | -5.2 | 0.0 | 28.1 | 28.1 | 0.0 |
| 15000 (20000 | 56.7 | 58.2 | 1.5 | -.0 | -.0 | 0.0 | 56.7 | 58.2 | 1.5 |
| 20000 (30000 | 120.4 | 120.4 | 0.0 | 0.0 | 0.0 | 0.0 | 120.4 | 120.4 | 0.0 |
| 30000 (50000 | 211.5 | 211.6 | .1 | 0.0 | 0.0 | 0.0 | 211.5 | 211.6 | .1 |
| 50000 (100000 | 149.5 | 153.6 | 4.0 | 0.0 | 0.0 | 0.0 | 149.5 | 153.6 | 4.0 |
| 100000 (200000 | 57.9 | 60.0 | 2.0 | 0.0 | 0.0 | 0.0 | 57.9 | 60.0 | 2.0 |
| 200000 (++++++) | 38.2 | 40.7 | 2.5 | 0.0 | 0.0 | 0.0 | 38.2 | 40.7 | 2.5 |
| TOTALS | 690.1 | 701.6 | 11.5 | -16.3 | -16.3 | 0.0 | 673.7 | 685.2 | 11.5 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 17

Income Classifier: FEDERAL PLAN X A61

Plan Y: CONFERENCE PROVISION #18
REVISED MINIMUM TAXData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 6. | .025 | 0. | 0.000 | 10. | .637 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 41. | 1.459 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 138. | .043 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1685. | 4.030 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 813. | 2.049 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 193. | 2.207 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 6. | .025 | 0. | 0.000 | 2808. | 10.423 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | .001 | 0. | 0.000 | 15. | .791 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 107. | .033 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 52. | .015 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12. | .266 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | .001 | 0. | 0.000 | 185. | 1.106 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 7. | .026 | 0. | 0.000 | 25. | 1.428 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 41. | 1.459 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 244. | .076 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1736. | 4.045 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 813. | 2.049 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 205. | 2.473 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 7. | .026 | 0. | 0.000 | 3063. | 11.529 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 18

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE RUN #19
BEHAVIORAL ADJUSTMENT TO CHARITABLE

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.9 | 12.9 | -19.8 | -19.8 | 0.0 | 23.1 | 23.1 | -.0 |
| 5000 (10000 | 231 | 57.6 | 40.2 | 40.2 | 429.7 | 429.7 | 0.0 | 118.6 | 118.6 | .0 |
| 10000 (15000 | 161 | 46.4 | 32.3 | 32.3 | 598.9 | 598.9 | 0.0 | 222.8 | 223.0 | .1 |
| 15000 (20000 | 142 | 39.7 | 36.6 | 36.6 | 770.0 | 770.0 | 0.0 | 393.3 | 394.2 | .9 |
| 20000 (30000 | 192 | 57.9 | 56.6 | 56.6 | 1517.2 | 1517.2 | 0.0 | 849.9 | 851.4 | 1.4 |
| 30000 (50000 | 240 | 56.2 | 56.2 | 56.2 | 2156.5 | 2156.5 | 0.0 | 1423.8 | 1426.2 | 3.2 |
| 50000 (100000 | 193 | 18.0 | 18.0 | 18.0 | 1149.5 | 1149.5 | 0.0 | 849.7 | 851.2 | 1.5 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 315.0 | 315.0 | 0.0 | 262.7 | 263.5 | .8 |
| 200000 (***** | 74 | .3 | .3 | .3 | 175.4 | 175.4 | 0.0 | 152.7 | 155.0 | 2.3 |
| TOTALS | 1699 | 334.0 | 255.2 | 255.2 | 7092.4 | 7092.4 | 0.0 | 4295.8 | 4306.1 | 10.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 4.1 | 4.1 | 2.502 | 2.502 | 0.000 | 0.000 | 1.690 | 1.692 |
| 5000 (10000 | 5.2 | 5.2 | 12.5 | 12.5 | 9.469 | 9.469 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 14.0 | 14.0 | 9.2 | 9.2 | 6.016 | 6.016 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 12.9 | 12.9 | .4 | .4 | .400 | .400 | 0.000 | 0.000 | 1.459 | 1.459 |
| 20000 (30000 | 26.8 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 36.4 | 36.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .463 | .463 |
| 50000 (100000 | 17.3 | 17.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 8.346 | 8.331 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.824 | 6.801 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.974 | 9.890 |
| TOTALS | 120.0 | 120.0 | 26.3 | 26.3 | 18.394 | 18.394 | 0.000 | 0.000 | 28.755 | 28.635 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 5.9 | 5.9 | -.0 | -2.5 | -2.5 | 0.0 | 3.4 | 3.4 | -.0 |
| 5000 (10000 | 18.0 | 18.0 | .0 | -8.7 | -8.7 | 0.0 | 9.4 | 9.4 | .0 |
| 10000 (15000 | 33.3 | 33.3 | .0 | -5.2 | -5.2 | .0 | 28.1 | 28.1 | .0 |
| 15000 (20000 | 58.2 | 58.3 | .1 | -.0 | -.0 | .0 | 58.2 | 58.3 | .1 |
| 20000 (30000 | 120.4 | 120.6 | .2 | 0.0 | 0.0 | 0.0 | 120.4 | 120.6 | .2 |
| 30000 (50000 | 211.6 | 212.2 | .6 | 0.0 | 0.0 | 0.0 | 211.6 | 212.2 | .6 |
| 50000 (100000 | 153.6 | 154.0 | .4 | 0.0 | 0.0 | 0.0 | 153.6 | 154.0 | .4 |
| 100000 (200000 | 60.0 | 60.2 | .2 | 0.0 | 0.0 | 0.0 | 60.0 | 60.2 | .2 |
| 200000 (***** | 40.7 | 41.3 | .6 | 0.0 | 0.0 | 0.0 | 40.7 | 41.3 | .6 |
| TOTALS | 701.6 | 703.8 | 2.2 | -16.3 | -16.3 | .0 | 685.2 | 687.4 | 2.2 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.007 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4239. | .008 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9756. | .138 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22000. | .206 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28687. | .629 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15651. | .399 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1330. | .246 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .579 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1. | -.007 | 83339. | 2.207 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.007 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4239. | .008 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9756. | .138 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22000. | .206 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 28687. | .629 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15651. | .399 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1330. | .246 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .579 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 1. | -.007 | 83339. | 2.207 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 12.4 | 12.9 | -82.8 | -19.8 | 63.0 | 60.3 | 23.1 | -37.2 |
| 5000 (10000 | 231 | 57.6 | 43.4 | 40.2 | 394.1 | 429.7 | 35.6 | 261.1 | 118.6 | -142.5 |
| 10000 (15000 | 161 | 46.4 | 38.8 | 32.3 | 552.7 | 598.9 | 46.2 | 359.8 | 223.0 | -136.9 |
| 15000 (20000 | 142 | 39.7 | 35.1 | 36.6 | 697.3 | 770.0 | 72.7 | 514.3 | 394.2 | -120.1 |
| 20000 (30000 | 192 | 57.9 | 52.1 | 56.6 | 1445.1 | 1517.2 | 72.1 | 1082.3 | 851.4 | -230.9 |
| 30000 (50000 | 240 | 56.2 | 55.9 | 56.2 | 2040.0 | 2156.5 | 116.5 | 1632.3 | 1426.2 | -206.2 |
| 50000 (100000 | 193 | 18.0 | 17.9 | 18.0 | 1854.6 | 1149.5 | 94.9 | 850.3 | 851.2 | .9 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 265.5 | 315.0 | 49.5 | 223.6 | 263.5 | 39.9 |
| 200000 (***** | 74 | .3 | .3 | .3 | 117.2 | 175.4 | 58.2 | 94.4 | 155.0 | 60.6 |
| TOTALS | 1699 | 334.0 | 258.1 | 255.2 | 6483.6 | 7092.4 | 608.8 | 5078.4 | 4306.1 | -772.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 4.9 | 4.9 | 3.6 | 4.1 | 1.463 | 2.582 | 0.000 | 0.000 | 11.076 | 1.692 |
| 5000 (10000 | 5.2 | 5.2 | 9.6 | 12.5 | 4.457 | 9.469 | 0.000 | 0.000 | 7.971 | 0.000 |
| 10000 (15000 | 21.2 | 14.0 | .1 | 9.2 | .053 | 6.016 | 0.000 | 0.000 | 9.200 | 0.000 |
| 15000 (20000 | 21.1 | 12.9 | 0.0 | .4 | 0.000 | .400 | 0.000 | 0.000 | 0.000 | 1.459 |
| 20000 (30000 | 43.3 | 26.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .593 | 0.000 |
| 30000 (50000 | 46.8 | 36.4 | 0.0 | 0.0 | .006 | 0.000 | 0.000 | 0.000 | 7.161 | .463 |
| 50000 (100000 | 17.7 | 17.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.539 | 8.331 |
| 100000 (200000 | 2.1 | 2.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.680 | 6.801 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.151 | 9.890 |
| TOTALS | 162.7 | 120.0 | 13.3 | 26.3 | 5.981 | 18.394 | 0.000 | 0.000 | 88.372 | 28.635 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 11.6 | 5.9 | -5.7 | -1.5 | -2.5 | -1.0 | 10.1 | 3.4 | -6.7 |
| 5000 (10000 | 21.5 | 18.0 | -3.5 | -3.4 | -8.7 | -5.3 | 18.2 | 9.4 | -8.8 |
| 10000 (15000 | 37.5 | 33.3 | -4.3 | -.0 | -5.2 | -5.2 | 37.5 | 28.1 | -9.4 |
| 15000 (20000 | 51.1 | 58.3 | 7.3 | 0.0 | -.0 | -.0 | 51.1 | 58.3 | 7.2 |
| 20000 (30000 | 117.0 | 120.6 | 3.6 | 0.0 | 0.0 | 0.0 | 117.0 | 120.6 | 3.6 |
| 30000 (50000 | 234.1 | 212.2 | -21.9 | 0.0 | 0.0 | 0.0 | 234.1 | 212.2 | -21.9 |
| 50000 (100000 | 156.7 | 154.0 | -2.8 | 0.0 | 0.0 | 0.0 | 156.7 | 154.0 | -2.8 |
| 100000 (200000 | 62.7 | 60.2 | -2.5 | 0.0 | 0.0 | 0.0 | 62.7 | 60.2 | -2.5 |
| 200000 (***** | 43.0 | 41.3 | -1.7 | 0.0 | 0.0 | 0.0 | 43.0 | 41.3 | -1.7 |
| TOTALS | 735.2 | 703.8 | -31.5 | -4.8 | -16.3 | -11.5 | 730.4 | 687.4 | -43.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 30. | -.004 | 710. | 1.273 | 2. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1399. | .361 | 2274. | -.906 | 2079. | .388 | 0. | 0.000 |
| 10000 (15000 | 2571. | -1.104 | 0. | 0.000 | 5010. | -2.826 | 11370. | 3.101 | 7318. | 2.494 |
| 15000 (20000 | 1104. | -.188 | 2066. | 5.253 | 2174. | -.210 | 17079. | 9.999 | 8736. | 2.215 |
| 20000 (30000 | 0. | 0.000 | 4160. | 4.370 | 21915. | -5.360 | 20445. | 12.837 | 16625. | 2.509 |
| 30000 (50000 | 0. | 0.000 | 278. | .214 | 35949. | -21.505 | 10053. | 5.498 | 10726. | -0.614 |
| 50000 (100000 | 0. | 0.000 | 43. | .656 | 13079. | -15.093 | 4613. | 12.612 | 344. | .309 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1457. | -5.370 | 685. | 2.832 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 133. | -3.783 | 183. | 2.450 | 0. | 0.000 |
| ITEMIZE, Total | 3775. | -1.292 | 7945. | 10.854 | 82020. | -55.136 | 68024. | 50.989 | 43751. | -1.086 |
| +++++++ (5000 | 3151. | -.415 | 3599. | 1.795 | 8893. | -11.076 | 10525. | 3.093 | 10. | .121 |
| 5000 (10000 | 6339. | -4.521 | 1689. | .337 | 29195. | -12.291 | 21162. | 4.074 | 0. | 0.000 |
| 10000 (15000 | 4106. | -3.883 | 373. | .045 | 17773. | -11.541 | 7352. | 1.858 | 61. | .023 |
| 15000 (20000 | 0. | 0.000 | 509. | .227 | 14400. | -3.961 | 4052. | 1.414 | 467. | .366 |
| 20000 (30000 | 0. | 0.000 | 352. | .581 | 12176. | -5.104 | 2072. | 1.225 | 191. | .073 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 8318. | -8.540 | 1066. | 2.672 | 324. | -.029 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 217. | -.338 | 71. | .066 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 12. | -.662 | 3. | .261 | 0. | 0.000 |
| NON-ITEMIZE, Total | 13597. | -8.810 | 6523. | 2.906 | 90983. | -53.513 | 46302. | 14.662 | 1053. | .554 |
| +++++++ (5000 | 3151. | -.415 | 3599. | 1.795 | 8922. | -11.000 | 11235. | 4.367 | 12. | .121 |
| 5000 (10000 | 6339. | -4.521 | 3088. | .690 | 31469. | -13.276 | 23241. | 4.462 | 0. | 0.000 |
| 10000 (15000 | 6777. | -4.907 | 373. | .045 | 22783. | -14.366 | 18729. | 4.950 | 7379. | 2.517 |
| 15000 (20000 | 1104. | -.188 | 2576. | 5.481 | 16574. | -4.171 | 21130. | 11.413 | 9202. | 2.582 |
| 20000 (30000 | 0. | 0.000 | 4512. | 4.951 | 34091. | -10.464 | 22516. | 14.062 | 16816. | 2.582 |
| 30000 (50000 | 0. | 0.000 | 278. | .214 | 44266. | -30.045 | 11919. | 8.170 | 11050. | -0.643 |
| 50000 (100000 | 0. | 0.000 | 43. | .656 | 13296. | -15.431 | 4683. | 12.678 | 344. | .309 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1457. | -5.370 | 685. | 2.832 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 145. | -4.445 | 187. | 2.710 | 0. | 0.000 |
| ALL RETURNS, Total | 17371. | -10.110 | 14468. | 13.840 | 173003. | -100.649 | 114326. | 65.652 | 44803. | -.532 |

Federal Tax Liability for Montana

1989 Levels of Income

1989 Tax Law

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.8 | 6.8 | -83.0 | -82.6 | .5 | 54.6 | 54.8 | .2 |
| 5000 (10000 | 226 | 56.7 | 43.7 | 43.7 | 400.6 | 401.2 | .6 | 271.1 | 271.6 | .5 |
| 10000 (15000 | 162 | 48.3 | 39.7 | 39.7 | 583.1 | 584.2 | 1.0 | 371.9 | 373.0 | 1.1 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 682.3 | 683.5 | 1.2 | 499.6 | 500.7 | 1.1 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1399.9 | 1401.4 | 1.5 | 1037.5 | 1038.9 | 1.5 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2301.1 | 2302.3 | 1.2 | 1832.1 | 1833.3 | 1.3 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1248.7 | 1249.9 | 1.2 | 1008.8 | 1010.0 | 1.2 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 295.4 | 295.7 | .4 | 246.6 | 247.0 | .4 |
| 200000 (***** | 71 | .3 | .3 | .3 | 123.4 | 123.5 | .0 | 95.8 | 95.8 | .0 |
| TOTALS | 1699 | 345.6 | 265.6 | 265.6 | 6951.5 | 6959.1 | 7.7 | 5417.9 | 5425.1 | 7.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.105 | 2.105 | 0.000 | 0.000 | 2.361 | 2.361 |
| 5000 (10000 | 6.2 | 6.2 | 7.7 | 7.7 | 2.900 | 2.882 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.7 | 2.7 | .132 | .132 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.015 | 2.012 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.399 | 21.359 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 18.007 | 17.974 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.255 | 13.242 |
| TOTALS | 178.9 | 178.9 | 15.1 | 15.1 | 5.137 | 5.119 | 0.000 | 0.000 | 57.063 | 56.974 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.7 | 2.8 | .0 | -2.1 | -2.1 | 0.0 | .7 | .7 | .0 |
| 5000 (10000 | 14.1 | 14.2 | .0 | -2.1 | -2.0 | .0 | 12.0 | 12.1 | .1 |
| 10000 (15000 | 27.9 | 28.1 | .1 | -.0 | -.0 | 0.0 | 27.9 | 28.0 | .1 |
| 15000 (20000 | 49.1 | 49.3 | .2 | 0.0 | 0.0 | 0.0 | 49.1 | 49.3 | .2 |
| 20000 (30000 | 109.1 | 109.4 | .3 | 0.0 | 0.0 | 0.0 | 109.1 | 109.4 | .3 |
| 30000 (50000 | 248.4 | 248.7 | .3 | 0.0 | 0.0 | 0.0 | 248.4 | 248.7 | .3 |
| 50000 (100000 | 186.9 | 187.3 | .4 | 0.0 | 0.0 | 0.0 | 186.9 | 187.3 | .4 |
| 100000 (200000 | 69.9 | 70.0 | .1 | 0.0 | 0.0 | 0.0 | 69.9 | 70.0 | .1 |
| 200000 (***** | 40.9 | 40.9 | .0 | 0.0 | 0.0 | 0.0 | 40.9 | 40.9 | .0 |
| TOTALS | 749.2 | 750.5 | 1.4 | -4.2 | -4.1 | .0 | 745.0 | 746.4 | 1.4 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 853. | .010 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .035 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5568. | .097 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6258. | .134 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6994. | .174 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13787. | .271 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8497. | .359 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1249. | .092 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 92. | .009 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 44836. | 1.181 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 218. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2681. | .030 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 281. | .006 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1851. | .043 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3799. | .088 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1715. | .047 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10546. | .215 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1071. | .013 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4220. | .065 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5848. | .103 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8189. | .177 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10793. | .262 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15582. | .318 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8499. | .359 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1249. | .092 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 92. | .009 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 55382. | 1.396 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.8 | 7.0 | -82.6 | -72.8 | 9.8 | 54.8 | 58.1 | 3.4 |
| 5000 (10000 | 226 | 56.7 | 43.7 | 45.5 | 401.2 | 411.8 | 10.6 | 271.6 | 280.7 | 9.1 |
| 10000 (15000 | 162 | 48.3 | 39.7 | 40.0 | 584.2 | 595.3 | 11.1 | 373.0 | 384.5 | 11.5 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 683.5 | 688.2 | 4.7 | 500.7 | 505.4 | 4.7 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1401.4 | 1401.4 | 0.0 | 1038.9 | 1038.9 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2302.3 | 2302.3 | 0.0 | 1833.3 | 1833.3 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1249.9 | 1249.9 | 0.0 | 1010.0 | 1010.0 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 295.7 | 295.7 | 0.0 | 247.0 | 247.0 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 123.5 | 123.5 | 0.0 | 95.8 | 95.8 | 0.0 |
| TOTALS | 1699 | 345.6 | 265.6 | 267.9 | 6959.1 | 6995.3 | 36.2 | 5425.1 | 5453.8 | 28.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.185 | 2.180 | 0.000 | 0.000 |
| 5000 (10000 | 6.2 | 6.2 | 7.7 | 6.1 | 2.882 | 2.337 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.7 | 2.6 | .132 | .128 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 178.9 | 178.9 | 15.1 | 13.4 | 5.119 | 4.564 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.8 | 2.8 | .0 | -2.1 | -2.1 | .0 | .7 | .7 | .1 |
| 5000 (10000 | 14.2 | 15.2 | 1.1 | -2.8 | -1.6 | .4 | 12.1 | 13.6 | 1.5 |
| 10000 (15000 | 28.1 | 29.6 | 1.5 | -.8 | -.8 | .0 | 28.0 | 29.6 | 1.6 |
| 15000 (20000 | 49.3 | 50.0 | .7 | 0.0 | 0.0 | 0.0 | 49.3 | 50.0 | .7 |
| 20000 (30000 | 109.4 | 109.4 | 0.0 | 0.0 | 0.0 | 0.0 | 109.4 | 109.4 | 0.0 |
| 30000 (50000 | 248.7 | 248.7 | 0.0 | 0.0 | 0.0 | 0.0 | 248.7 | 248.7 | 0.0 |
| 50000 (100000 | 187.3 | 187.3 | 0.0 | 0.0 | 0.0 | 0.0 | 187.3 | 187.3 | 0.0 |
| 100000 (200000 | 70.0 | 70.0 | 0.0 | 0.0 | 0.0 | 0.0 | 70.0 | 70.0 | 0.0 |
| 200000 (***** | 40.9 | 40.9 | 0.0 | 0.0 | 0.0 | 0.0 | 40.9 | 40.9 | 0.0 |
| TOTALS | 750.5 | 753.9 | 3.4 | -4.1 | -3.7 | .4 | 746.4 | 750.2 | 3.8 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISION #1

Plan Y: CONFERENCE BILL PROVISION #2

TAX ALL UNEMPLOYMENT COMP

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 895. | .005 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1539. | .892 | 0. | 0.000 | 2350. | .962 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 262. | .050 | 0. | 0.000 | 7957. | 1.182 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 1801. | .950 | 0. | 0.000 | 11203. | 2.148 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 181. | .031 | 0. | 0.000 | 578. | .047 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 203. | .059 | 0. | 0.000 | 5244. | .545 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 75. | .024 | 0. | 0.000 | 1133. | .368 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3109. | .706 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 460. | .115 | 0. | 0.000 | 10064. | 1.666 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 181. | .031 | 0. | 0.000 | 1473. | .052 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1743. | .951 | 0. | 0.000 | 7595. | 1.507 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 337. | .002 | 0. | 0.000 | 9090. | 1.550 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3109. | .706 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 2261. | 1.065 | 0. | 0.000 | 21267. | 3.815 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 7.0 | 7.0 | -72.8 | -71.7 | 1.1 | 58.1 | 58.1 | .0 |
| 5000 (10000 | 226 | 56.7 | 45.5 | 45.5 | 411.8 | 414.0 | 2.2 | 280.7 | 282.4 | 1.6 |
| 10000 (15000 | 162 | 48.3 | 40.0 | 40.3 | 595.3 | 596.5 | 1.2 | 384.5 | 385.8 | 1.2 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 688.2 | 691.1 | 2.9 | 505.4 | 508.3 | 3.0 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1401.4 | 1415.7 | 14.3 | 1038.9 | 1053.5 | 14.5 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2302.3 | 2332.8 | 30.5 | 1833.3 | 1863.9 | 30.6 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1249.9 | 1273.1 | 23.2 | 1010.0 | 1033.2 | 23.2 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 295.7 | 297.1 | 1.4 | 247.0 | 248.4 | 1.4 |
| 200000 (***** | 71 | .3 | .3 | .3 | 123.5 | 124.0 | .5 | 95.8 | 96.3 | .5 |
| TOTALS | 1699 | 345.6 | 267.9 | 268.2 | 6995.3 | 7072.7 | 77.4 | 5453.8 | 5529.9 | 76.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.100 | 2.100 | 0.000 | 0.000 | 2.361 | 2.386 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.337 | 2.336 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.6 | 2.6 | .128 | .128 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.012 | 2.040 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.359 | 21.322 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.974 | 17.903 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.242 | 13.191 |
| TOTALS | 178.9 | 178.9 | 13.4 | 13.4 | 4.564 | 4.563 | 0.000 | 0.000 | 56.974 | 56.870 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.8 | 2.8 | .0 | -2.1 | -2.1 | 0.0 | .7 | .8 | .0 |
| 5000 (10000 | 15.2 | 15.2 | .0 | -1.6 | -1.6 | .0 | 13.6 | 13.6 | .0 |
| 10000 (15000 | 29.6 | 29.7 | .1 | -.0 | -.0 | 0.0 | 29.6 | 29.7 | .1 |
| 15000 (20000 | 50.0 | 50.3 | .3 | 0.0 | 0.0 | 0.0 | 50.0 | 50.3 | .3 |
| 20000 (30000 | 109.4 | 111.7 | 2.4 | 0.0 | 0.0 | 0.0 | 109.4 | 111.7 | 2.4 |
| 30000 (50000 | 248.7 | 255.8 | 7.1 | 0.0 | 0.0 | 0.0 | 248.7 | 255.8 | 7.1 |
| 50000 (100000 | 187.3 | 194.3 | 7.0 | 0.0 | 0.0 | 0.0 | 187.3 | 194.3 | 7.0 |
| 100000 (200000 | 70.0 | 70.5 | .4 | 0.0 | 0.0 | 0.0 | 70.0 | 70.5 | .4 |
| 200000 (***** | 40.9 | 41.1 | .2 | 0.0 | 0.0 | 0.0 | 40.9 | 41.1 | .2 |
| TOTALS | 753.9 | 771.5 | 17.6 | -3.7 | -3.7 | .0 | 750.2 | 767.8 | 17.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 23. | .001 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 811. | .201 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2199. | .018 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5005. | .204 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16630. | 1.829 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 32126. | 6.457 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17482. | 7.003 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1214. | .435 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 211. | .155 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 75700. | 16.183 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54. | .024 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 606. | .007 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 289. | .000 | 0. | 0.000 | 3887. | .094 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2631. | .120 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4818. | .537 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3560. | .634 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 140. | .042 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 289. | .000 | 0. | 0.000 | 15696. | 1.457 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 77. | .025 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1418. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 289. | .000 | 0. | 0.000 | 6006. | .112 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7636. | .324 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 21448. | 2.366 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 35686. | 7.091 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17621. | 7.045 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1214. | .435 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 211. | .155 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 289. | .000 | 0. | 0.000 | 91396. | 17.560 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTION

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 7.0 | 7.0 | -71.7 | -71.7 | 0.0 | 58.1 | 58.1 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 45.5 | 45.5 | 414.0 | 414.0 | 0.0 | 282.4 | 282.4 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 596.5 | 596.5 | 0.0 | 385.8 | 385.8 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 691.1 | 691.1 | 0.0 | 508.3 | 508.3 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1415.7 | 1415.9 | .2 | 1053.5 | 1053.7 | .2 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2332.8 | 2343.4 | 10.6 | 1863.9 | 1874.6 | 10.6 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1273.1 | 1285.3 | 12.3 | 1033.2 | 1045.5 | 12.3 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 297.1 | 299.0 | 1.9 | 248.4 | 250.3 | 1.9 |
| 200000 (***** | 71 | .3 | .3 | .3 | 124.0 | 124.3 | .3 | 96.3 | 96.6 | .3 |
| TOTALS | 1699 | 345.6 | 268.2 | 268.2 | 7072.7 | 7098.0 | 25.3 | 5529.9 | 5555.3 | 25.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.100 | 2.100 | 0.000 | 0.000 | 2.386 | 2.386 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.336 | 2.336 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.6 | 2.6 | .128 | .128 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.040 | 2.040 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.322 | 21.166 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.983 | 17.876 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.191 | 13.157 |
| TOTALS | 178.9 | 178.9 | 13.4 | 13.4 | 4.563 | 4.563 | 0.000 | 0.000 | 56.870 | 56.652 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.8 | 2.8 | 0.0 | -2.1 | -2.1 | 0.0 | .8 | .8 | 0.0 |
| 5000 (10000 | 15.2 | 15.2 | 0.0 | -1.6 | -1.6 | 0.0 | 13.6 | 13.6 | 0.0 |
| 10000 (15000 | 29.7 | 29.7 | 0.0 | -.0 | -.0 | 0.0 | 29.7 | 29.7 | 0.0 |
| 15000 (20000 | 50.3 | 50.3 | 0.0 | 0.0 | 0.0 | 0.0 | 50.3 | 50.3 | 0.0 |
| 20000 (30000 | 111.7 | 111.8 | .0 | 0.0 | 0.0 | 0.0 | 111.7 | 111.8 | .0 |
| 30000 (50000 | 255.8 | 258.5 | 2.7 | 0.0 | 0.0 | 0.0 | 255.8 | 258.5 | 2.7 |
| 50000 (100000 | 194.3 | 198.2 | 3.9 | 0.0 | 0.0 | 0.0 | 194.3 | 198.2 | 3.9 |
| 100000 (200000 | 70.5 | 71.1 | .6 | 0.0 | 0.0 | 0.0 | 70.5 | 71.1 | .6 |
| 200000 (***** | 41.1 | 41.2 | .1 | 0.0 | 0.0 | 0.0 | 41.1 | 41.2 | .1 |
| TOTALS | 771.5 | 778.9 | 7.4 | -3.7 | -3.7 | 0.0 | 767.8 | 775.2 | 7.4 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTION

Data for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 87. | .008 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5722. | 2.696 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6880. | 3.889 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 851. | .622 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 141. | .112 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13681. | 7.327 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 181. | .040 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 113. | .020 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 294. | .060 | 0. | 0.000 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 268. | .048 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5834. | 2.716 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6880. | 3.889 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 851. | .622 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 141. | .112 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13975. | 7.387 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 7.0 | 7.0 | -71.7 | -68.7 | 3.0 | 58.1 | 58.2 | .1 |
| 5000 (10000 | 226 | 56.7 | 45.5 | 45.5 | 414.0 | 415.0 | 1.0 | 282.4 | 283.0 | .6 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 596.5 | 596.9 | .3 | 385.8 | 386.0 | .2 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 691.1 | 691.7 | .6 | 500.3 | 500.8 | .5 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1415.9 | 1417.7 | 1.8 | 1053.7 | 1055.5 | 1.8 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2343.4 | 2344.6 | 1.2 | 1874.6 | 1875.7 | 1.1 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1285.3 | 1286.9 | 1.6 | 1045.5 | 1047.0 | 1.5 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 299.0 | 300.0 | 1.0 | 250.3 | 251.2 | 1.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 124.3 | 125.1 | .8 | 96.6 | 97.4 | .7 |
| TOTALS | 1699 | 345.6 | 268.2 | 268.2 | 7098.0 | 7109.1 | 11.1 | 5555.3 | 5562.8 | 7.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.100 | 2.100 | 0.000 | 0.000 | 2.386 | 2.483 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.336 | 2.336 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.6 | 2.6 | .128 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .027 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.040 | 2.060 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.166 | 21.210 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.875 | 17.856 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 13.157 | 12.980 |
| TOTALS | 178.9 | 178.9 | 13.4 | 13.4 | 4.563 | 4.562 | 0.000 | 0.000 | 56.652 | 56.616 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.8 | 2.9 | .1 | -2.1 | -2.1 | 0.0 | .8 | .9 | .1 |
| 5000 (10000 | 15.2 | 15.3 | .0 | -1.6 | -1.6 | .0 | 13.6 | 13.7 | .0 |
| 10000 (15000 | 29.7 | 29.7 | .0 | -.0 | -.0 | 0.0 | 29.7 | 29.7 | .0 |
| 15000 (20000 | 50.3 | 50.4 | .1 | 0.0 | 0.0 | 0.0 | 50.3 | 50.4 | .1 |
| 20000 (30000 | 111.8 | 112.0 | .2 | 0.0 | 0.0 | 0.0 | 111.8 | 112.0 | .2 |
| 30000 (50000 | 258.5 | 258.8 | .3 | 0.0 | 0.0 | 0.0 | 258.5 | 258.8 | .3 |
| 50000 (100000 | 198.2 | 198.7 | .4 | 0.0 | 0.0 | 0.0 | 198.2 | 198.7 | .4 |
| 100000 (200000 | 71.1 | 71.3 | .3 | 0.0 | 0.0 | 0.0 | 71.1 | 71.3 | .3 |
| 200000 (***** | 41.2 | 41.4 | .2 | 0.0 | 0.0 | 0.0 | 41.2 | 41.4 | .2 |
| TOTALS | 778.9 | 780.5 | 1.6 | -3.7 | -3.7 | .0 | 775.2 | 776.8 | 1.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 4

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54. | .062 | 0. | 0.200 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2439. | .021 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2609. | .046 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12448. | .195 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9891. | .234 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 6685. | .400 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1491. | .228 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 23. | -.000 | 231. | .184 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 25. | -.000 | 35847. | 1.368 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 98. | .034 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3833. | .029 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1770. | .017 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2469. | .017 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3168. | .046 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1329. | .034 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 122. | .033 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22. | .042 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 12803. | .251 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 152. | .096 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6273. | .050 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1770. | .017 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5078. | .063 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15608. | .241 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11220. | .267 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 6806. | .432 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1513. | .269 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 23. | -.000 | 231. | .184 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 27. | -.000 | 48651. | 1.618 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSES

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 7.0 | 7.0 | -68.7 | -44.8 | 23.8 | 58.2 | 70.0 | 11.7 |
| 5000 (10000 | 226 | 56.7 | 45.5 | 45.5 | 415.0 | 416.1 | 1.1 | 283.0 | 284.1 | 1.1 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 596.9 | 596.9 | .0 | 386.0 | 386.0 | .0 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 691.7 | 693.1 | 1.4 | 508.8 | 510.3 | 1.5 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1417.7 | 1418.0 | .3 | 1055.5 | 1055.8 | .3 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2344.6 | 2352.6 | 8.0 | 1875.7 | 1883.7 | 8.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1286.9 | 1298.6 | 11.6 | 1047.0 | 1058.8 | 11.8 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 300.0 | 306.3 | 6.3 | 251.2 | 257.5 | 6.3 |
| 200000 (***** | 71 | .3 | .3 | .3 | 125.1 | 136.9 | 11.9 | 97.4 | 109.2 | 11.9 |
| TOTALS | 1699 | 345.6 | 268.2 | 268.2 | 7109.1 | 7173.5 | 64.4 | 5562.8 | 5615.4 | 52.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 7.0 | 4.7 | 4.7 | 2.100 | 2.081 | 0.000 | 0.000 | 2.483 | 2.144 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.336 | 2.336 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 23.9 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .027 | .027 |
| 30000 (50000 | 55.4 | 55.4 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 2.060 | 1.306 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.210 | 21.349 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.856 | 16.597 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 12.980 | 11.508 |
| TOTALS | 178.9 | 178.9 | 13.4 | 13.4 | 4.562 | 4.544 | 0.000 | 0.000 | 56.616 | 52.930 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.9 | 7.1 | 4.2 | -2.1 | -2.1 | .0 | .9 | 5.1 | 4.2 |
| 5000 (10000 | 15.3 | 15.4 | .1 | -1.6 | -1.6 | 0.0 | 13.7 | 13.8 | .1 |
| 10000 (15000 | 29.7 | 29.7 | .0 | -.0 | -.0 | 0.0 | 29.7 | 29.7 | .0 |
| 15000 (20000 | 50.4 | 50.4 | .1 | 0.0 | 0.0 | 0.0 | 50.4 | 50.4 | .1 |
| 20000 (30000 | 112.0 | 112.0 | 0.0 | 0.0 | 0.0 | 0.0 | 112.0 | 112.0 | 0.0 |
| 30000 (50000 | 258.8 | 260.4 | 1.7 | 0.0 | 0.0 | 0.0 | 258.8 | 260.4 | 1.7 |
| 50000 (100000 | 198.7 | 202.1 | 3.4 | 0.0 | 0.0 | 0.0 | 198.7 | 202.1 | 3.4 |
| 100000 (200000 | 71.3 | 73.0 | 1.7 | 0.0 | 0.0 | 0.0 | 71.3 | 73.0 | 1.7 |
| 200000 (***** | 41.4 | 45.8 | 4.5 | 0.0 | 0.0 | 0.0 | 41.4 | 45.8 | 4.5 |
| TOTALS | 780.5 | 796.1 | 15.6 | -3.7 | -3.7 | .0 | 776.8 | 792.4 | 15.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 5

Plan Y: CONFERENCE PROVISION #6

LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 31. | 2.788 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 568. | 1.657 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1070. | 3.413 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 343. | .859 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 151. | 4.450 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2163. | 13.168 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 11. | .300 | 0. | 0.000 | 47. | 1.430 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 721. | .142 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 62. | .005 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 162. | .053 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22. | .003 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 11. | .300 | 0. | 0.000 | 1015. | 2.432 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 11. | .300 | 0. | 0.000 | 78. | 4.218 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 721. | .142 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 62. | .005 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 162. | .053 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 569. | 1.657 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1070. | 3.413 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 365. | 1.662 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 151. | 4.450 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 11. | .300 | 0. | 0.000 | 3178. | 15.600 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 6

Plan Y: CONFERENCE PROVISION #7

EMPLOYEE, MOVING, & MISC DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 7.0 | 6.6 | -44.8 | -43.5 | 1.3 | 70.0 | 69.8 | -.2 |
| 5000 (10000 | 226 | 56.7 | 45.5 | 46.6 | 416.1 | 428.6 | 12.5 | 284.1 | 292.7 | 8.7 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 596.9 | 616.9 | 20.0 | 386.0 | 392.1 | 6.1 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 693.1 | 714.4 | 21.3 | 510.3 | 518.7 | 8.4 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.1 | 1418.0 | 1437.0 | 19.0 | 1055.8 | 1073.5 | 17.7 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2352.6 | 2388.6 | 35.9 | 1883.7 | 1904.8 | 21.1 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1298.6 | 1312.3 | 13.8 | 1058.8 | 1069.3 | 10.5 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 306.3 | 310.1 | 3.9 | 257.5 | 259.2 | 1.7 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 137.0 | .1 | 109.2 | 110.3 | 1.0 |
| TOTALS | 1699 | 345.6 | 268.2 | 268.9 | 7173.5 | 7301.3 | 127.8 | 5615.4 | 5690.3 | 74.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.0 | 6.6 | 4.7 | 4.7 | 2.081 | 2.081 | 0.000 | 0.000 | 2.144 | 2.160 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.336 | 2.336 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 23.9 | 24.0 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 20.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.3 | 43.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .027 | .026 |
| 30000 (50000 | 55.4 | 53.8 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.306 | 1.524 |
| 50000 (100000 | 21.1 | 21.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.349 | 21.268 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.597 | 16.982 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.508 | 11.174 |
| TOTALS | 178.9 | 178.6 | 13.4 | 13.4 | 4.544 | 4.544 | 0.000 | 0.000 | 52.930 | 53.133 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.1 | 7.2 | .0 | -2.1 | -2.1 | 0.0 | 5.1 | 5.1 | .0 |
| 5000 (10000 | 15.4 | 16.6 | 1.2 | -1.6 | -1.6 | 0.0 | 13.8 | 15.0 | 1.2 |
| 10000 (15000 | 29.7 | 30.5 | .7 | -.0 | -.0 | 0.0 | 29.7 | 30.5 | .7 |
| 15000 (20000 | 50.4 | 51.5 | 1.1 | 0.0 | 0.0 | 0.0 | 50.4 | 51.5 | 1.1 |
| 20000 (30000 | 112.0 | 115.1 | 3.1 | 0.0 | 0.0 | 0.0 | 112.0 | 115.1 | 3.1 |
| 30000 (50000 | 260.4 | 265.7 | 5.3 | 0.0 | 0.0 | 0.0 | 260.4 | 265.7 | 5.3 |
| 50000 (100000 | 202.1 | 205.3 | 3.3 | 0.0 | 0.0 | 0.0 | 202.1 | 205.3 | 3.3 |
| 100000 (200000 | 73.0 | 74.0 | 1.0 | 0.0 | 0.0 | 0.0 | 73.0 | 74.0 | 1.0 |
| 200000 (***** | 45.8 | 46.0 | .2 | 0.0 | 0.0 | 0.0 | 45.8 | 46.0 | .2 |
| TOTALS | 796.1 | 811.9 | 15.8 | -3.7 | -3.7 | 0.0 | 792.4 | 808.2 | 15.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7
EMPLOYEE, MOVING, & MISC DEDUCTIONSData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 401. | -.044 | 0. | 0.000 | 425. | -.050 | 434. | .033 | 425. | -.050 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 9. | -.001 | 1944. | .092 | 9. | -.001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15844. | .490 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11904. | .385 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 34730. | 2.197 | 622. | .034 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 44910. | 5.006 | 1605. | .240 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18386. | 3.232 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1313. | 1.037 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 7. | -.000 | 94. | .154 | 0. | 0.000 |
| ITEMIZE, Total | 401. | -.044 | 0. | 0.000 | 442. | -.051 | 129560. | 12.714 | 2661. | .224 |
| ***** (5000 | 0. | 0.000 | 5. | .006 | 0. | 0.000 | 92. | .040 | 9. | .023 |
| 5000 (10000 | 0. | 0.000 | 1117. | .182 | 0. | 0.000 | 5348. | 1.062 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1011. | .243 | 66. | .032 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1515. | .699 | 1004. | .633 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3071. | .923 | 1182. | .554 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 662. | .177 | 68. | .042 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 88. | .042 | 88. | .042 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 1122. | .188 | 0. | 0.000 | 11787. | 3.186 | 2416. | 1.325 |
| ***** (5000 | 401. | -.044 | 5. | .006 | 425. | -.050 | 526. | .073 | 434. | -.027 |
| 5000 (10000 | 0. | 0.000 | 1117. | .182 | 9. | -.001 | 7293. | 1.154 | 9. | -.001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16856. | .741 | 66. | .032 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13419. | 1.004 | 1004. | .633 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 37801. | 3.121 | 1804. | .588 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 45571. | 5.263 | 1673. | .282 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18473. | 3.274 | 88. | .042 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1313. | 1.037 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 7. | -.000 | 94. | .154 | 0. | 0.000 |
| ALL RETURNS, Total | 401. | -.044 | 1122. | .188 | 442. | -.051 | 141347. | 15.900 | 5077. | 1.548 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 7

Plan Y: CONFERENCE PROVISION #8

LIMIT NON-BUS INTEREST DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.5 | -43.9 | -.3 | 69.8 | 69.8 | .0 |
| 5000 (10000 | 226 | 56.7 | 46.6 | 46.6 | 428.6 | 428.1 | -.4 | 292.7 | 295.5 | 2.8 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 616.9 | 616.3 | -.6 | 392.1 | 394.0 | 1.9 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 714.4 | 713.8 | -.6 | 518.7 | 525.0 | 6.3 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 54.7 | 1437.0 | 1431.9 | -5.1 | 1073.5 | 1108.3 | 34.8 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2388.6 | 2383.1 | -5.5 | 1904.8 | 1937.8 | 32.9 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1312.3 | 1310.2 | -2.1 | 1069.3 | 1084.3 | 15.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 310.1 | 309.8 | -.3 | 259.2 | 260.8 | 1.6 |
| 200000 (***** | 71 | .3 | .3 | .3 | 137.0 | 136.9 | -.2 | 110.3 | 110.9 | .6 |
| TOTALS | 1699 | 345.6 | 268.9 | 269.5 | 7301.3 | 7286.2 | -15.1 | 5690.3 | 5786.3 | 96.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 4.7 | 4.7 | 2.081 | 2.081 | 0.000 | 0.000 | 2.160 | 2.162 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.336 | 2.339 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 24.0 | 24.0 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 20.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 43.8 | 37.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 53.8 | 51.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.524 | 1.410 |
| 50000 (100000 | 21.2 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 21.268 | 20.661 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.982 | 16.853 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.174 | 11.068 |
| TOTALS | 178.6 | 168.6 | 13.4 | 13.4 | 4.544 | 4.547 | 0.000 | 0.000 | 53.133 | 52.182 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | .0 | -2.1 | -2.1 | 0.0 | 5.1 | 5.1 | .0 |
| 5000 (10000 | 16.6 | 16.8 | .2 | -1.6 | -1.6 | -.0 | 15.0 | 15.2 | .2 |
| 10000 (15000 | 30.5 | 30.7 | .2 | -.0 | -.0 | 0.0 | 30.5 | 30.7 | .2 |
| 15000 (20000 | 51.5 | 52.0 | .5 | 0.0 | 0.0 | 0.0 | 51.5 | 52.0 | .5 |
| 20000 (30000 | 115.1 | 120.4 | 5.2 | 0.0 | 0.0 | 0.0 | 115.1 | 120.4 | 5.2 |
| 30000 (50000 | 265.7 | 273.3 | 7.6 | 0.0 | 0.0 | 0.0 | 265.7 | 273.3 | 7.6 |
| 50000 (100000 | 205.3 | 209.5 | 4.1 | 0.0 | 0.0 | 0.0 | 205.3 | 209.5 | 4.1 |
| 100000 (200000 | 74.0 | 74.6 | .6 | 0.0 | 0.0 | 0.0 | 74.0 | 74.6 | .6 |
| 200000 (***** | 46.0 | 46.2 | .2 | 0.0 | 0.0 | 0.0 | 46.0 | 46.2 | .2 |
| TOTALS | 811.9 | 830.7 | 18.8 | -3.7 | -3.7 | -.0 | 808.2 | 827.0 | 18.8 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 7

Plan Y: CONFERENCE PROVISION #8

LIMIT NON-BUS INTEREST DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 53. | .047 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 811. | -.003 | 2703. | .216 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4797. | .229 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7983. | .487 | 933. | .039 |
| 20000 (30000 | 0. | 0.000 | 595. | .232 | 0. | 0.000 | 37334. | 5.244 | 6297. | 1.401 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 184. | -.021 | 44438. | 7.672 | 2763. | .371 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 145. | -.014 | 19109. | 4.155 | 51. | .002 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 57. | -.009 | 1363. | .567 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 187. | .216 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 595. | .232 | 1117. | -.047 | 117967. | 18.833 | 10044. | 1.813 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 650. | -.014 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 346. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 996. | -.017 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 53. | .047 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 811. | -.003 | 2703. | .216 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4797. | .229 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7983. | .487 | 933. | .039 |
| 20000 (30000 | 0. | 0.000 | 595. | .232 | 650. | -.014 | 37334. | 5.244 | 6297. | 1.401 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 450. | -.024 | 44438. | 7.672 | 2763. | .371 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 145. | -.014 | 19109. | 4.155 | 51. | .002 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 57. | -.009 | 1363. | .567 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 187. | .216 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 595. | .232 | 2113. | -.064 | 117967. | 18.833 | 10044. | 1.813 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 8

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #9
INCREASED FLOOR UNDER MEDICAL DEDUCT

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.9 | -43.9 | 0.0 | 69.8 | 69.8 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 46.6 | 46.6 | 428.1 | 428.1 | 0.0 | 295.5 | 296.2 | .7 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 616.3 | 616.3 | 0.0 | 394.0 | 398.4 | 4.4 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 713.8 | 713.8 | 0.0 | 525.0 | 530.6 | 5.6 |
| 20000 (30000 | 198 | 57.8 | 54.7 | 54.7 | 1431.9 | 1431.9 | 0.0 | 1108.3 | 1119.1 | 10.9 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2383.1 | 2383.1 | 0.0 | 1937.8 | 1944.5 | 6.8 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1084.3 | 1086.1 | 1.8 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 389.8 | 389.8 | 0.0 | 250.8 | 250.9 | .1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 110.9 | 110.9 | 0.0 |
| TOTALS | 1699 | 345.6 | 269.5 | 269.5 | 7286.2 | 7286.2 | 0.0 | 5786.3 | 5816.6 | 30.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 4.7 | 4.7 | 2.001 | 2.001 | 0.000 | 0.000 | 2.162 | 2.162 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.339 | 2.339 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 24.0 | 24.0 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 37.5 | 36.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .027 |
| 30000 (50000 | 51.1 | 50.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.410 | 1.403 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.661 | 20.621 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.853 | 16.843 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.068 | 11.068 |
| TOTALS | 168.6 | 166.6 | 13.4 | 13.4 | 4.547 | 4.547 | 0.000 | 0.000 | 52.182 | 52.125 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | 0.0 | -2.1 | -2.1 | 0.0 | 5.1 | 5.1 | 0.0 |
| 5000 (10000 | 16.8 | 16.9 | .1 | -1.6 | -1.6 | 0.0 | 15.2 | 15.3 | .1 |
| 10000 (15000 | 38.7 | 31.1 | .4 | -.0 | -.0 | 0.0 | 38.7 | 31.1 | .4 |
| 15000 (20000 | 52.0 | 52.7 | .7 | 0.0 | 0.0 | 0.0 | 52.0 | 52.7 | .7 |
| 20000 (30000 | 120.4 | 122.0 | 1.7 | 0.0 | 0.0 | 0.0 | 120.4 | 122.0 | 1.7 |
| 30000 (50000 | 273.3 | 274.9 | 1.5 | 0.0 | 0.0 | 0.0 | 273.3 | 274.9 | 1.5 |
| 50000 (100000 | 209.5 | 210.0 | .5 | 0.0 | 0.0 | 0.0 | 209.5 | 210.0 | .5 |
| 100000 (200000 | 74.6 | 74.6 | .0 | 0.0 | 0.0 | 0.0 | 74.6 | 74.6 | .0 |
| 200000 (***** | 46.2 | 46.2 | 0.0 | 0.0 | 0.0 | 0.0 | 46.2 | 46.2 | 0.0 |
| TOTALS | 830.7 | 835.7 | 5.0 | -3.7 | -3.7 | 0.0 | 827.0 | 832.0 | 5.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 8

Plan Y: CONFERENCE PROVISION #9

INCREASED FLOOR UNDER MEDICAL DEDUCT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2298. | .091 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12979. | .444 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9120. | .707 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18310. | 1.662 | 1182. | .112 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14205. | 1.520 | 775. | .109 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2301. | .534 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51. | .014 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 59265. | 4.971 | 1957. | .221 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2298. | .091 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12979. | .444 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9120. | .707 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18310. | 1.662 | 1182. | .112 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14205. | 1.520 | 775. | .109 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2301. | .534 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51. | .014 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 59265. | 4.971 | 1957. | .221 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTION

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.9 | -43.9 | 0.0 | 69.8 | 69.9 | .1 |
| 5000 (10000 | 226 | 56.7 | 46.6 | 46.6 | 428.1 | 428.1 | 0.0 | 296.2 | 296.9 | .7 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.3 | 616.3 | 616.3 | 0.0 | 398.4 | 401.9 | 3.5 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 32.7 | 713.8 | 713.8 | 0.0 | 538.6 | 532.7 | 2.1 |
| 20000 (30000 | 198 | 57.8 | 54.7 | 54.7 | 1431.9 | 1431.9 | 0.0 | 1119.1 | 1126.5 | 7.3 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 63.9 | 2383.1 | 2383.1 | 0.0 | 1944.5 | 1961.2 | 16.7 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1086.1 | 1094.7 | 8.6 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 268.9 | 262.5 | 1.7 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 110.9 | 111.7 | .8 |
| TOTALS | 1699 | 345.6 | 269.5 | 269.5 | 7286.2 | 7286.2 | 0.0 | 5816.6 | 5858.0 | 41.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 4.7 | 4.7 | 2.081 | 2.081 | 0.000 | 0.000 | 2.162 | 2.162 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.339 | 2.339 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 24.0 | 21.5 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 36.3 | 34.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .027 | .026 |
| 30000 (50000 | 50.3 | 48.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.483 | 1.386 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.621 | 20.340 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.843 | 16.624 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.068 | 10.976 |
| TOTALS | 166.6 | 160.9 | 13.4 | 13.4 | 4.547 | 4.547 | 0.000 | 0.000 | 52.125 | 51.514 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | .0 | -2.1 | -2.1 | 0.0 | 5.1 | 5.2 | .0 |
| 5000 (10000 | 16.9 | 16.9 | .1 | -1.6 | -1.6 | 0.0 | 15.3 | 15.3 | .1 |
| 10000 (15000 | 31.1 | 31.5 | .4 | -.0 | -.0 | 0.0 | 31.1 | 31.5 | .4 |
| 15000 (20000 | 52.7 | 52.9 | .2 | 0.0 | 0.0 | 0.0 | 52.7 | 52.9 | .2 |
| 20000 (30000 | 122.0 | 123.2 | 1.2 | 0.0 | 0.0 | 0.0 | 122.0 | 123.2 | 1.2 |
| 30000 (50000 | 274.9 | 278.9 | 4.1 | 0.0 | 0.0 | 0.0 | 274.9 | 278.9 | 4.1 |
| 50000 (100000 | 210.0 | 212.6 | 2.5 | 0.0 | 0.0 | 0.0 | 210.0 | 212.6 | 2.5 |
| 100000 (200000 | 74.6 | 75.1 | .5 | 0.0 | 0.0 | 0.0 | 74.6 | 75.1 | .5 |
| 200000 (***** | 46.2 | 46.5 | .3 | 0.0 | 0.0 | 0.0 | 46.2 | 46.5 | .3 |
| TOTALS | 835.7 | 844.9 | 9.2 | -3.7 | -3.7 | 0.0 | 832.0 | 841.2 | 9.2 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9
Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTION

Income Classifier: FEDERAL PLAN X AGI
Data for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 434. | .024 | 1. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2845. | .055 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16121. | .359 | 2510. | .023 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6372. | .228 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 30212. | 1.198 | 1437. | .031 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 45535. | 4.060 | 1721. | .063 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17528. | 2.542 | 57. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1353. | .468 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 95. | .297 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 120497. | 9.231 | 5726. | .117 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 434. | .024 | 1. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2845. | .055 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16121. | .359 | 2510. | .023 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6372. | .228 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 30212. | 1.198 | 1437. | .031 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 45535. | 4.060 | 1721. | .063 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17528. | 2.542 | 57. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1353. | .468 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 95. | .297 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 120497. | 9.231 | 5726. | .117 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #11
REPEAL ITC

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.9 | -43.9 | 0.0 | 69.9 | 69.9 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 46.6 | 46.9 | 428.1 | 428.1 | 0.0 | 296.9 | 296.9 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 40.3 | 40.8 | 616.3 | 616.3 | 0.0 | 401.9 | 401.9 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 37.4 | 713.8 | 713.8 | 0.0 | 532.7 | 532.7 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 54.7 | 57.1 | 1431.9 | 1431.9 | 0.0 | 1126.5 | 1126.5 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1961.2 | 1961.2 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1094.7 | 1094.7 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 262.5 | 262.5 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 111.7 | 111.7 | 0.0 |
| TOTALS | 1699 | 345.6 | 269.5 | 277.7 | 7206.2 | 7206.2 | 0.0 | 5858.0 | 5858.0 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 4.7 | 4.7 | 2.081 | 2.081 | 0.000 | 0.000 | 2.162 | 2.162 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 6.1 | 2.339 | 2.339 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.5 | 21.5 | 2.6 | 2.6 | .127 | .127 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 34.9 | 34.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 48.6 | 48.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.386 | 1.279 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 20.340 | 15.220 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.624 | 10.217 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.976 | 9.653 |
| TOTALS | 160.9 | 160.9 | 13.4 | 13.4 | 4.547 | 4.547 | 0.000 | 0.000 | 51.514 | 38.558 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | 0.0 | -2.1 | -2.1 | 0.0 | 5.2 | 5.2 | 0.0 |
| 5000 (10000 | 16.9 | 17.2 | .3 | -1.6 | -1.6 | 0.0 | 15.3 | 15.6 | .3 |
| 10000 (15000 | 31.5 | 32.1 | .6 | -.0 | -.0 | 0.0 | 31.5 | 32.1 | .6 |
| 15000 (20000 | 52.9 | 55.5 | 2.6 | 0.0 | 0.0 | 0.0 | 52.9 | 55.5 | 2.6 |
| 20000 (30000 | 123.2 | 129.0 | 5.8 | 0.0 | 0.0 | 0.0 | 123.2 | 129.0 | 5.8 |
| 30000 (50000 | 278.9 | 283.0 | 4.1 | 0.0 | 0.0 | 0.0 | 278.9 | 283.0 | 4.1 |
| 50000 (100000 | 212.6 | 218.5 | 5.9 | 0.0 | 0.0 | 0.0 | 212.6 | 218.5 | 5.9 |
| 100000 (200000 | 75.1 | 77.2 | 2.1 | 0.0 | 0.0 | 0.0 | 75.1 | 77.2 | 2.1 |
| 200000 (***** | 46.5 | 48.0 | 1.5 | 0.0 | 0.0 | 0.0 | 46.5 | 48.0 | 1.5 |
| TOTALS | 844.9 | 867.9 | 23.0 | -3.7 | -3.7 | 0.0 | 841.2 | 864.2 | 23.0 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10
Plan Y: CONFERENCE PROVISION #11
REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI
Data for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 595. | .282 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 4857. | 1.691 | 0. | 0.000 | 5658. | 1.930 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 1948. | 3.220 | 0. | 0.000 | 4583. | 4.833 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 297. | .526 | 0. | 0.000 | 4047. | 2.659 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3491. | 5.829 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 586. | 2.146 | 0. | 0.000 |
| 200000 (***** ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 89. | 1.492 | 0. | 0.000 |
| | 0. | 0.000 | 6302. | 5.437 | 1. | -.000 | 19050. | 18.370 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 314. | .108 | 0. | 0.000 | 1431. | .259 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 475. | .177 | 0. | 0.000 | 1849. | .344 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 611. | .397 | 0. | 0.000 | 870. | .652 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 433. | .693 | 0. | 0.000 | 1961. | 1.785 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 910. | 1.469 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 183. | .112 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| | 0. | 0.000 | 1832. | 1.374 | 0. | 0.000 | 6325. | 4.621 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 314. | .108 | 0. | 0.000 | 1431. | .259 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 475. | .177 | 0. | 0.000 | 1644. | .627 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 4668. | 2.088 | 0. | 0.000 | 6528. | 2.581 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 2381. | 3.913 | 0. | 0.000 | 6544. | 5.818 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 297. | .526 | 0. | 0.000 | 4958. | 4.128 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3594. | 5.941 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 586. | 2.146 | 0. | 0.000 |
| 200000 (***** ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 89. | 1.492 | 0. | 0.000 |
| | 0. | 0.000 | 8134. | 6.811 | 1. | -.000 | 25375. | 22.991 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 11
Plan Y: CONFERENCE PROVISION #12
EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.9 | -43.9 | 0.0 | 69.9 | 69.9 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 46.9 | 45.2 | 428.1 | 428.1 | 0.0 | 296.9 | 296.9 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 40.8 | 34.8 | 616.3 | 616.3 | 0.0 | 401.9 | 401.9 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 37.4 | 37.4 | 713.8 | 713.8 | 0.0 | 532.7 | 532.7 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 57.1 | 57.1 | 1431.9 | 1431.9 | 0.0 | 1126.5 | 1126.5 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1961.2 | 1961.2 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1094.7 | 1094.7 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 262.5 | 262.5 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 111.7 | 111.7 | 0.0 |
| TOTALS | 1699 | 345.6 | 277.7 | 269.9 | 7286.2 | 7286.2 | 0.0 | 5858.0 | 5858.0 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 4.7 | 5.2 | 2.081 | 3.248 | 0.000 | 0.000 |
| 5000 (10000 | 6.2 | 6.2 | 6.1 | 8.7 | 2.339 | 7.255 | 0.000 | 0.000 |
| 10000 (15000 | 21.5 | 21.5 | 2.6 | 8.6 | .127 | 7.257 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | 0.000 | .506 | 0.000 | 0.000 |
| 20000 (30000 | 34.9 | 34.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | .026 |
| 30000 (50000 | 48.6 | 48.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 1.279 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 15.220 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 10.217 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 9.653 |
| TOTALS | 160.9 | 160.9 | 13.4 | 22.4 | 4.547 | 18.266 | 0.000 | 38.558 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | -0.0 | -2.1 | -3.2 | -1.1 | 5.2 | 4.0 | -1.2 |
| 5000 (10000 | 17.2 | 16.2 | -1.0 | -1.6 | -5.5 | -3.9 | 15.6 | 10.7 | -4.9 |
| 10000 (15000 | 32.1 | 29.6 | -2.6 | -0.0 | -4.6 | -4.6 | 32.1 | 25.0 | -7.1 |
| 15000 (20000 | 55.5 | 55.0 | -0.5 | 0.0 | 0.0 | 0.0 | 55.5 | 55.0 | -0.5 |
| 20000 (30000 | 129.0 | 129.0 | 0.0 | 0.0 | 0.0 | 0.0 | 129.0 | 129.0 | 0.0 |
| 30000 (50000 | 283.0 | 283.0 | 0.0 | 0.0 | 0.0 | 0.0 | 283.0 | 283.0 | 0.0 |
| 50000 (100000 | 218.5 | 218.5 | 0.0 | 0.0 | 0.0 | 0.0 | 218.5 | 218.5 | 0.0 |
| 100000 (200000 | 77.2 | 77.2 | 0.0 | 0.0 | 0.0 | 0.0 | 77.2 | 77.2 | 0.0 |
| 200000 (***** | 48.0 | 48.0 | 0.0 | 0.0 | 0.0 | 0.0 | 48.0 | 48.0 | 0.0 |
| TOTALS | 867.9 | 863.8 | -4.1 | -3.7 | -13.3 | -9.6 | 864.2 | 850.5 | -13.7 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 944. | -1.152 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 3926. | -1.817 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 3182. | -1.271 | 0. | 0.000 | 5688. | -3.422 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1559. | -.287 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 3182. | -1.271 | 0. | 0.000 | 12118. | -5.678 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 4385. | -1.015 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 1765. | -1.169 | 0. | 0.000 | 6875. | -3.099 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 2911. | -2.280 | 0. | 0.000 | 5326. | -3.708 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1829. | -.219 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 4676. | -3.450 | 0. | 0.000 | 18335. | -8.042 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 5250. | -1.166 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 1765. | -1.169 | 0. | 0.000 | 10801. | -4.916 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 6013. | -3.551 | 0. | 0.000 | 11014. | -7.130 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3388. | -.506 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 7778. | -4.720 | 0. | 0.000 | 30453. | -13.719 | 0. | 0.000 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 6.6 | -43.9 | -43.9 | 0.0 | 69.9 | 69.9 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 45.2 | 45.2 | 428.1 | 428.1 | 0.0 | 296.9 | 296.9 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 34.8 | 34.8 | 616.3 | 616.3 | 0.0 | 401.9 | 401.9 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 37.4 | 37.4 | 713.8 | 713.8 | 0.0 | 532.7 | 532.7 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 57.1 | 57.1 | 1431.9 | 1431.9 | 0.0 | 1126.5 | 1126.5 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1961.2 | 1961.2 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1094.7 | 1094.7 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 262.5 | 262.5 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 111.7 | 111.7 | 0.0 |
| TOTALS | 1699 | 345.6 | 269.9 | 269.9 | 7286.2 | 7286.2 | 0.0 | 5858.0 | 5858.0 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.248 | 3.248 | 0.000 | 0.000 |
| 5000 (10000 | 6.2 | 6.2 | 8.7 | 8.7 | 7.255 | 7.255 | 0.000 | 0.000 |
| 10000 (15000 | 21.5 | 21.5 | 8.6 | 8.6 | 7.257 | 7.257 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 0.0 | .506 | .506 | 0.000 | 0.000 |
| 20000 (30000 | 34.9 | 34.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | .026 |
| 30000 (50000 | 48.6 | 48.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 1.279 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 15.220 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 10.217 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 9.653 |
| TOTALS | 160.9 | 160.9 | 22.4 | 22.4 | 18.266 | 18.266 | 0.000 | 38.558 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 7.2 | .0 | -3.2 | -3.2 | 0.0 | 4.0 | 4.0 | .0 |
| 5000 (10000 | 16.2 | 16.2 | .0 | -5.5 | -5.5 | 0.0 | 10.7 | 10.7 | .0 |
| 10000 (15000 | 29.6 | 29.9 | .4 | -4.6 | -4.6 | 0.0 | 25.0 | 25.4 | .4 |
| 15000 (20000 | 55.0 | 55.4 | .4 | 0.0 | 0.0 | 0.0 | 55.0 | 55.4 | .4 |
| 20000 (30000 | 129.0 | 129.1 | .0 | 0.0 | 0.0 | 0.0 | 129.0 | 129.1 | .0 |
| 30000 (50000 | 283.0 | 283.6 | .5 | 0.0 | 0.0 | 0.0 | 283.0 | 283.6 | .5 |
| 50000 (100000 | 218.5 | 218.8 | .3 | 0.0 | 0.0 | 0.0 | 218.5 | 218.8 | .3 |
| 100000 (200000 | 77.2 | 77.3 | .0 | 0.0 | 0.0 | 0.0 | 77.2 | 77.3 | .0 |
| 200000 (***** | 48.0 | 48.0 | .0 | 0.0 | 0.0 | 0.0 | 48.0 | 48.0 | .0 |
| TOTALS | 863.8 | 865.5 | 1.7 | -13.3 | -13.3 | 0.0 | 850.5 | 852.2 | 1.7 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3251. | .121 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8060. | .348 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 791. | .019 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5879. | .479 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3020. | .258 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 503. | .045 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 40. | .006 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 21564. | 1.274 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 483. | .045 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 273. | .015 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4059. | .261 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 568. | .020 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3330. | .031 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 354. | .044 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 655. | .030 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9724. | .446 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 483. | .045 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 273. | .015 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7310. | .382 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8649. | .367 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4121. | .049 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6233. | .523 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3676. | .289 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 503. | .045 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 40. | .006 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 31288. | 1.721 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 13

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #14
MODIFY EXEMPTION

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.6 | 13.3 | -43.9 | -43.9 | 0.0 | 69.9 | 86.8 | 16.8 |
| 5000 (10000 | 226 | 56.7 | 45.2 | 41.2 | 428.1 | 428.1 | 0.0 | 296.9 | 273.4 | -23.5 |
| 10000 (15000 | 162 | 48.3 | 34.8 | 33.8 | 616.3 | 616.3 | 0.0 | 401.9 | 361.2 | -40.7 |
| 15000 (20000 | 125 | 39.1 | 37.4 | 32.5 | 713.8 | 713.8 | 0.0 | 532.7 | 477.6 | -55.0 |
| 20000 (30000 | 198 | 57.8 | 57.1 | 57.0 | 1431.9 | 1431.9 | 0.0 | 1126.5 | 1010.7 | -115.7 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1961.2 | 1812.5 | -148.8 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1094.7 | 1042.0 | -52.6 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 262.5 | 258.1 | -4.4 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 111.7 | 111.2 | -.5 |
| TOTALS | 1699 | 345.6 | 269.9 | 266.6 | 7286.2 | 7286.2 | 0.0 | 5858.0 | 5433.6 | -424.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | | ALTERNATIVE MINTAX | | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.248 | 3.248 | 0.000 | 0.000 | 2.162 | 2.201 |
| 5000 (10000 | 6.2 | 6.2 | 8.7 | 10.8 | 7.255 | 7.255 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 21.5 | 21.5 | 8.6 | 9.3 | 7.257 | 7.257 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 19.3 | 0.0 | 1.6 | .506 | .506 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 34.9 | 34.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .026 | .026 |
| 30000 (50000 | 48.6 | 48.6 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.279 | 1.390 |
| 50000 (100000 | 21.1 | 21.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 15.213 | 17.054 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 10.214 | 11.011 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.638 | 9.722 |
| TOTALS | 160.9 | 160.9 | 22.4 | 26.9 | 18.266 | 18.266 | 0.000 | 0.000 | 38.532 | 41.404 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.2 | 8.3 | 1.0 | -3.2 | -3.2 | 0.0 | 4.0 | 5.1 | 1.0 |
| 5000 (10000 | 16.2 | 15.2 | -1.0 | -5.5 | -6.3 | -.8 | 10.7 | 8.8 | -1.8 |
| 10000 (15000 | 29.9 | 28.7 | -1.2 | -4.6 | -6.1 | -1.5 | 25.4 | 22.7 | -2.7 |
| 15000 (20000 | 55.4 | 48.5 | -6.9 | 0.0 | -.1 | -.1 | 55.4 | 48.4 | -7.0 |
| 20000 (30000 | 129.1 | 109.3 | -19.8 | 0.0 | 0.0 | 0.0 | 129.1 | 109.3 | -19.8 |
| 30000 (50000 | 283.6 | 249.3 | -34.3 | 0.0 | 0.0 | 0.0 | 283.6 | 249.3 | -34.3 |
| 50000 (100000 | 218.8 | 203.3 | -15.5 | 0.0 | 0.0 | 0.0 | 218.8 | 203.3 | -15.5 |
| 100000 (200000 | 77.3 | 76.2 | -1.1 | 0.0 | 0.0 | 0.0 | 77.3 | 76.2 | -1.1 |
| 200000 (***** | 48.0 | 47.9 | -.1 | 0.0 | 0.0 | 0.0 | 48.0 | 47.9 | -.1 |
| TOTALS | 865.5 | 786.7 | -78.8 | -13.3 | -15.7 | -2.4 | 852.2 | 771.0 | -81.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.023 | 835. | .125 | 0. | 0.000 |
| 5000 (10000 | 1539. | -.467 | 0. | 0.000 | 2450. | -.569 | 395. | .060 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 8565. | -1.484 | 5378. | .294 | 0. | 0.000 |
| 15000 (20000 | 4878. | -1.712 | 0. | 0.000 | 12947. | -4.211 | 4713. | .343 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 29724. | -12.437 | 4693. | .520 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 46278. | -25.686 | 2024. | .240 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 19232. | -15.701 | 601. | .166 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1247. | -1.240 | 538. | .169 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 94. | -.132 | 14. | .006 | 0. | 0.000 |
| ITEMIZE, Total | 6417. | -2.178 | 0. | 0.000 | 120566. | -61.484 | 19192. | 1.930 | 0. | 0.000 |
| ***** (5000 | 2776. | -.109 | 9495. | .734 | 3895. | -.140 | 11944. | 1.066 | 0. | 0.000 |
| 5000 (10000 | 2673. | -.757 | 213. | .013 | 27854. | -3.924 | 18248. | 2.581 | 0. | 0.000 |
| 10000 (15000 | 962. | -.323 | 0. | 0.000 | 17276. | -3.028 | 9552. | 1.525 | 0. | 0.000 |
| 15000 (20000 | 69. | -.029 | 0. | 0.000 | 16494. | -3.667 | 3260. | .553 | 0. | 0.000 |
| 20000 (30000 | 86. | -.041 | 0. | 0.000 | 21092. | -8.037 | 1549. | .183 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 14776. | -8.953 | 883. | .138 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 106. | -.092 | 655. | .156 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 6565. | -1.259 | 9708. | .748 | 99892. | -27.841 | 46892. | 6.202 | 0. | 0.000 |
| ***** (5000 | 2776. | -.109 | 9495. | .734 | 3123. | -.164 | 12780. | 1.191 | 0. | 0.000 |
| 5000 (10000 | 4212. | -1.224 | 213. | .013 | 29504. | -4.493 | 18643. | 2.649 | 0. | 0.000 |
| 10000 (15000 | 962. | -.323 | 0. | 0.000 | 25842. | -4.512 | 14930. | 1.819 | 0. | 0.000 |
| 15000 (20000 | 4947. | -1.741 | 0. | 0.000 | 29441. | -7.878 | 7974. | .896 | 0. | 0.000 |
| 20000 (30000 | 86. | -.041 | 0. | 0.000 | 50816. | -20.474 | 6242. | .703 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 61054. | -34.639 | 2907. | .378 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 19338. | -15.793 | 1257. | .321 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1247. | -1.240 | 538. | .169 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 94. | -.132 | 14. | .006 | 0. | 0.000 |
| ALL RETURNS, Total | 12983. | -3.438 | 9708. | .748 | 220458. | -89.325 | 65284. | 8.133 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 14
Plan Y: CONFERENCE PROVISION #15
INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI
Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 13.3 | 10.9 | -43.9 | -43.9 | 0.0 | 86.8 | 21.1 | -65.6 |
| 5000 (10000 | 226 | 56.7 | 41.2 | 38.2 | 428.1 | 428.1 | 0.0 | 273.4 | 112.0 | -161.4 |
| 10000 (15000 | 162 | 48.3 | 33.8 | 31.9 | 616.3 | 616.3 | 0.0 | 361.2 | 206.7 | -154.4 |
| 15000 (20000 | 125 | 39.1 | 32.5 | 32.2 | 713.8 | 713.8 | 0.0 | 477.6 | 338.0 | -139.7 |
| 20000 (30000 | 198 | 57.8 | 57.0 | 57.0 | 1431.9 | 1431.9 | 0.0 | 1010.7 | 763.8 | -247.0 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1812.5 | 1549.0 | -263.5 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 1042.0 | 952.9 | -89.2 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 309.8 | 0.0 | 258.1 | 248.3 | -9.8 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 111.2 | 110.0 | -1.1 |
| TOTALS | 1699 | 345.6 | 266.6 | 259.1 | 7286.2 | 7266.2 | 0.0 | 5433.6 | 4301.8 | -1131.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|-----------------------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.248 | 3.248 | 0.000 | 0.000 |
| 5000 (10000 | 6.2 | 6.0 | 10.8 | 10.8 | 7.255 | 7.255 | 0.000 | 0.000 |
| 10000 (15000 | 21.5 | 15.6 | 9.3 | 11.0 | 7.257 | 7.257 | 0.000 | 0.000 |
| 15000 (20000 | 19.3 | 11.2 | 1.6 | 1.6 | .506 | .506 | 0.000 | 0.000 |
| 20000 (30000 | 34.9 | 19.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 48.6 | 45.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 50000 (100000 | 21.1 | 20.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 |
| TOTALS | 160.9 | 126.8 | 26.9 | 28.6 | 18.266 | 18.266 | 0.000 | 0.000 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 8.3 | 7.8 | -.4 | -3.2 | -3.2 | 0.0 | 5.1 | 4.6 | -.4 |
| 5000 (10000 | 15.2 | 12.8 | -2.4 | -6.3 | -6.7 | -.4 | 8.8 | 6.1 | -2.8 |
| 10000 (15000 | 28.7 | 25.8 | -2.9 | -6.1 | -6.4 | -.4 | 22.7 | 19.4 | -3.3 |
| 15000 (20000 | 48.5 | 45.2 | -3.3 | -.1 | -.1 | -.0 | 48.4 | 45.1 | -3.3 |
| 20000 (30000 | 109.3 | 103.1 | -6.2 | 0.0 | 0.0 | 0.0 | 109.3 | 103.1 | -6.2 |
| 30000 (50000 | 249.3 | 244.6 | -4.7 | 0.0 | 0.0 | 0.0 | 249.3 | 244.6 | -4.7 |
| 50000 (100000 | 203.3 | 202.7 | -.7 | 0.0 | 0.0 | 0.0 | 203.3 | 202.7 | -.7 |
| 100000 (200000 | 76.2 | 76.2 | 0.0 | 0.0 | 0.0 | 0.0 | 76.2 | 76.2 | 0.0 |
| 200000 (***** | 47.9 | 47.9 | 0.0 | 0.0 | 0.0 | 0.0 | 47.9 | 47.9 | 0.0 |
| TOTALS | 786.7 | 765.9 | -20.7 | -15.7 | -16.4 | -.7 | 771.0 | 749.5 | -21.5 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 14

Plan Y: CONFERENCE PROVISION #15

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 26. | 0.000 |
| 5000 (10000 | 142. | -0.003 | 0. | 0.000 | 142. | -0.003 | 0. | 0.000 | 142. | -0.003 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 5856. | -0.370 | 0. | 0.000 | 5856. | -0.370 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8171. | -1.067 | 0. | 0.000 | 8171. | -1.067 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 15449. | -1.866 | 0. | 0.000 | 15449. | -1.866 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 3530. | -0.476 | 0. | 0.000 | 3530. | -0.476 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 896. | -0.102 | 0. | 0.000 | 901. | -0.102 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 142. | -0.003 | 0. | 0.000 | 34043. | -3.883 | 0. | 0.000 | 34075. | -3.883 |
| ***** (5000 | 2364. | -0.026 | 0. | 0.000 | 12263. | -0.448 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 2853. | -0.220 | 0. | 0.000 | 41612. | -2.754 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 1864. | -0.371 | 0. | 0.000 | 23777. | -2.923 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 291. | -0.004 | 0. | 0.000 | 19754. | -2.270 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 22554. | -4.357 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 15658. | -4.274 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 760. | -0.559 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 7371. | -0.621 | 0. | 0.000 | 136379. | -17.585 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 2364. | -0.026 | 0. | 0.000 | 12263. | -0.448 | 0. | 0.000 | 26. | 0.000 |
| 5000 (10000 | 2995. | -0.223 | 0. | 0.000 | 41754. | -2.757 | 0. | 0.000 | 142. | -0.003 |
| 10000 (15000 | 1864. | -0.371 | 0. | 0.000 | 29633. | -3.292 | 0. | 0.000 | 5856. | -0.370 |
| 15000 (20000 | 291. | -0.004 | 0. | 0.000 | 27926. | -3.337 | 0. | 0.000 | 8171. | -1.067 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 38003. | -6.222 | 0. | 0.000 | 15449. | -1.866 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 19189. | -4.750 | 0. | 0.000 | 3530. | -0.476 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1656. | -0.661 | 0. | 0.000 | 901. | -0.102 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 7513. | -0.624 | 0. | 0.000 | 170422. | -21.469 | 0. | 0.000 | 34075. | -3.883 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 15
Plan Y: CONFERENCE PROVISION #16
RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI
Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 10.9 | 11.1 | -43.9 | -43.9 | 0.0 | 21.1 | 21.1 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 38.2 | 41.8 | 428.1 | 428.1 | 0.0 | 112.0 | 112.0 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 31.9 | 32.6 | 616.3 | 616.3 | 0.0 | 206.7 | 206.7 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 32.2 | 33.3 | 713.8 | 713.8 | 0.0 | 338.0 | 338.0 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 57.0 | 57.0 | 1431.9 | 1431.9 | 0.0 | 763.8 | 763.8 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2383.1 | 0.0 | 1549.0 | 1549.0 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1310.2 | 0.0 | 952.9 | 952.9 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 389.8 | 389.8 | 0.0 | 248.3 | 248.3 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 136.9 | 0.0 | 110.0 | 110.0 | 0.0 |
| TOTALS | 1699 | 345.6 | 259.1 | 264.7 | 7286.2 | 7286.2 | 0.0 | 4381.8 | 4381.8 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.248 | 3.248 | 0.000 | 0.000 | 2.217 | 2.719 |
| 5000 (10000 | 6.0 | 6.0 | 10.8 | 9.3 | 7.255 | 7.255 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.6 | 15.6 | 11.0 | 10.5 | 7.257 | 7.257 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 11.2 | 11.2 | 1.6 | .7 | .506 | .506 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 19.5 | 19.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .027 | .028 |
| 30000 (50000 | 45.0 | 45.0 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.401 | 1.980 |
| 50000 (100000 | 20.2 | 20.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 17.090 | 22.443 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 11.024 | 16.652 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 9.722 | 18.853 |
| TOTALS | 126.8 | 126.8 | 28.6 | 25.7 | 18.266 | 18.266 | 0.000 | 0.000 | 41.480 | 62.675 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.0 | 7.3 | -6 | -3.2 | -3.2 | 0.0 | 4.6 | 4.1 | -6 |
| 5000 (10000 | 12.8 | 15.9 | 3.2 | -6.7 | -6.5 | .2 | 6.1 | 9.5 | 3.4 |
| 10000 (15000 | 25.8 | 29.3 | 3.5 | -6.4 | -6.2 | .3 | 19.4 | 23.1 | 3.8 |
| 15000 (20000 | 45.2 | 48.0 | 2.8 | -.1 | -.1 | .0 | 45.1 | 47.9 | 2.8 |
| 20000 (30000 | 103.1 | 108.4 | 5.3 | 0.0 | 0.0 | 0.0 | 103.1 | 108.4 | 5.3 |
| 30000 (50000 | 244.6 | 225.1 | -19.5 | 0.0 | 0.0 | 0.0 | 244.6 | 225.1 | -19.5 |
| 50000 (100000 | 202.7 | 178.0 | -24.6 | 0.0 | 0.0 | 0.0 | 202.7 | 178.0 | -24.6 |
| 100000 (200000 | 76.2 | 64.4 | -11.8 | 0.0 | 0.0 | 0.0 | 76.2 | 64.4 | -11.8 |
| 200000 (***** | 47.9 | 40.0 | -7.9 | 0.0 | 0.0 | 0.0 | 47.9 | 40.0 | -7.9 |
| TOTALS | 765.9 | 716.4 | -49.5 | -16.4 | -15.9 | .5 | 749.5 | 700.5 | -49.1 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.882 | 835. | .071 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2703. | .267 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 5246. | .460 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 850. | .130 | 0. | 0.000 | 5460. | .849 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2505. | -.627 | 16464. | 2.947 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 32003. | -12.749 | 12609. | 1.460 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 18568. | -22.402 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1785. | -11.773 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 166. | -7.902 | 7. | .000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 850. | .130 | 55137. | -56.335 | 43404. | 6.053 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 159. | .005 | 2. | -.032 | 10056. | .286 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 2064. | .267 | 0. | 0.000 | 40023. | 3.116 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 705. | .077 | 0. | 0.000 | 29560. | 3.300 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 291. | .010 | 4605. | -.337 | 23321. | 2.313 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 7130. | -2.119 | 30072. | 5.117 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 16056. | -8.537 | 3093. | .331 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1656. | -2.227 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 3210. | .350 | 29450. | -13.253 | 137725. | 14.471 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 159. | .005 | 32. | -.914 | 10091. | .357 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 2064. | .267 | 0. | 0.000 | 43526. | 3.383 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 705. | .077 | 2. | -.000 | 34806. | 3.767 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 1140. | .139 | 4605. | -.337 | 28781. | 3.161 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 9635. | -2.746 | 47336. | 8.064 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 48139. | -21.287 | 15782. | 1.792 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 20224. | -24.629 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1785. | -11.773 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 166. | -7.902 | 7. | .000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 4068. | .480 | 84587. | -69.580 | 101129. | 20.524 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 11.1 | 11.0 | -43.9 | -40.3 | 3.6 | 21.1 | 21.5 | .3 |
| 5000 (10000 | 226 | 56.7 | 41.8 | 43.1 | 428.1 | 431.1 | 3.0 | 112.0 | 114.6 | 2.7 |
| 10000 (15000 | 162 | 48.3 | 32.6 | 33.3 | 616.3 | 618.9 | 2.6 | 206.7 | 208.6 | 1.8 |
| 15000 (20000 | 125 | 39.1 | 33.3 | 33.3 | 713.8 | 717.8 | 4.0 | 338.0 | 342.2 | 4.2 |
| 20000 (30000 | 198 | 57.8 | 57.0 | 57.0 | 1431.9 | 1454.0 | 22.1 | 763.8 | 786.3 | 22.6 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2383.1 | 2402.1 | 19.1 | 1549.0 | 1568.3 | 19.3 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1310.2 | 1360.3 | 50.1 | 952.9 | 1003.6 | 50.8 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 309.8 | 353.7 | 43.8 | 248.3 | 292.4 | 44.1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 136.9 | 181.6 | 44.8 | 110.0 | 154.4 | 44.3 |
| TOTALS | 1699 | 345.6 | 264.7 | 266.6 | 7286.2 | 7479.4 | 193.2 | 4301.8 | 4491.9 | 190.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.248 | 3.243 | 0.000 | 0.000 | 2.719 | .131 |
| 5000 (10000 | 6.0 | 6.0 | .3 | 9.3 | 7.255 | 7.255 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.6 | 15.6 | 10.5 | 10.5 | 7.257 | 7.257 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 11.2 | 11.2 | .7 | .7 | .506 | .296 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 19.5 | 19.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .028 | 0.000 |
| 30000 (50000 | 45.0 | 44.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.988 | .751 |
| 50000 (100000 | 20.2 | 20.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 22.443 | 4.502 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 16.652 | 3.877 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 18.853 | 6.699 |
| TOTALS | 126.8 | 126.7 | 25.7 | 25.8 | 18.266 | 18.051 | 0.000 | 0.000 | 62.675 | 15.959 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 7.3 | 4.8 | -2.5 | -3.2 | -3.2 | -.0 | 4.1 | 1.6 | -2.5 |
| 5000 (10000 | 15.9 | 16.3 | .4 | -6.5 | -6.5 | 0.0 | 9.5 | 9.9 | .4 |
| 10000 (15000 | 29.3 | 29.6 | .3 | -6.2 | -6.2 | 0.0 | 23.1 | 23.4 | .3 |
| 15000 (20000 | 48.0 | 48.8 | .8 | -.1 | -.1 | .0 | 47.9 | 48.7 | .8 |
| 20000 (30000 | 108.4 | 111.8 | 3.4 | 0.0 | 0.0 | 0.0 | 108.4 | 111.8 | 3.4 |
| 30000 (50000 | 225.1 | 228.2 | 3.1 | 0.0 | 0.0 | 0.0 | 225.1 | 228.2 | 3.1 |
| 50000 (100000 | 178.0 | 175.0 | -3.0 | 0.0 | 0.0 | 0.0 | 178.0 | 175.0 | -3.0 |
| 100000 (200000 | 64.4 | 65.4 | 1.0 | 0.0 | 0.0 | 0.0 | 64.4 | 65.4 | 1.0 |
| 200000 (***** | 40.0 | 40.1 | .1 | 0.0 | 0.0 | 0.0 | 40.0 | 40.1 | .1 |
| TOTALS | 716.4 | 720.0 | 3.6 | -15.9 | -16.0 | -.0 | 700.5 | 704.1 | 3.6 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

Data for: ALL RETURNS

REPEAL CAPITAL GAINS EXCLUSION

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 30. | -.212 | 0. | 0.000 | 32. | -.316 | 424. | .001 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1539. | .039 | 0. | 0.000 | 1539. | .039 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 631. | .015 | 0. | 0.000 | 1725. | .055 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2964. | .658 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2. | -.008 | 4042. | .824 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1978. | -.111 | 6532. | 1.652 | 110. | .058 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2175. | -2.693 | 3179. | 2.065 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 722. | -2.495 | 858. | 3.268 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 157. | -1.515 | 101. | 1.628 | 0. | 0.000 |
| ITEMIZE, Total | 30. | -.212 | 2170. | .054 | 5067. | -7.140 | 21364. | 10.190 | 110. | .058 |
| ***** (5000 | 98. | -1.383 | 0. | 0.000 | 141. | -2.194 | 45. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 1373. | .259 | 0. | 0.000 | 2518. | .359 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4623. | .217 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1397. | .186 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 687. | -.042 | 4234. | 2.610 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 73. | -.000 | 2480. | 1.593 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 93. | -2.589 | 139. | .236 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22. | .182 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 98. | -1.383 | 1373. | .259 | 915. | -4.826 | 15459. | 5.383 | 0. | 0.000 |
| ***** (5000 | 128. | -1.515 | 0. | 0.000 | 173. | -2.510 | 469. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 2912. | .298 | 0. | 0.000 | 4058. | .398 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 631. | .015 | 0. | 0.000 | 6348. | .272 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4361. | .844 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 610. | -.050 | 8276. | 3.434 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2051. | -.112 | 9013. | 3.245 | 110. | .058 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2258. | -5.283 | 3318. | 2.302 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 722. | -2.495 | 879. | 3.450 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 157. | -1.515 | 101. | 1.628 | 0. | 0.000 |
| ALL RETURNS, Total | 128. | -1.515 | 3543. | .313 | 5981. | -11.965 | 36823. | 15.573 | 110. | .058 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 11.0 | 11.0 | -40.3 | -40.3 | 0.0 | 21.5 | 21.5 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 43.1 | 43.1 | 431.1 | 431.1 | 0.0 | 114.6 | 114.6 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 33.3 | 33.3 | 618.9 | 618.9 | 0.0 | 208.6 | 208.6 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 33.3 | 33.3 | 717.8 | 717.8 | 0.0 | 342.2 | 342.2 | 0.0 |
| 20000 (30000 | 198 | 57.0 | 57.0 | 57.0 | 1454.0 | 1454.0 | 0.0 | 786.3 | 786.3 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 64.2 | 64.2 | 2402.1 | 2402.1 | 0.0 | 1568.3 | 1568.3 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1360.3 | 1360.3 | 0.0 | 1003.6 | 1003.6 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 353.7 | 353.7 | 0.0 | 292.4 | 292.4 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 181.6 | 181.6 | 0.0 | 154.4 | 154.4 | 0.0 |
| TOTALS | 1699 | 345.6 | 266.6 | 266.6 | 7479.4 | 7479.4 | 0.0 | 4491.9 | 4491.9 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.243 | 3.243 | 0.000 | 0.000 | .131 | .744 |
| 5000 (10000 | 6.0 | 6.0 | 9.3 | 9.3 | 7.255 | 7.255 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.6 | 15.6 | 10.5 | 10.5 | 7.257 | 7.257 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 11.2 | 11.2 | .7 | .7 | .296 | .296 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 19.5 | 19.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 44.9 | 44.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | .751 | 1.453 |
| 50000 (100000 | 20.2 | 20.2 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 4.502 | 5.520 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 3.877 | 5.007 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 6.699 | 8.654 |
| TOTALS | 126.7 | 126.7 | 25.0 | 25.0 | 18.051 | 18.051 | 0.000 | 0.000 | 15.959 | 22.178 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 4.8 | 5.4 | .6 | -3.2 | -3.2 | 0.0 | 1.6 | 2.2 | .6 |
| 5000 (10000 | 16.3 | 16.3 | 0.0 | -6.5 | -6.5 | 0.0 | 9.9 | 9.9 | 0.0 |
| 10000 (15000 | 29.6 | 29.6 | 0.0 | -6.2 | -6.2 | 0.0 | 23.4 | 23.4 | 0.0 |
| 15000 (20000 | 48.0 | 48.0 | 0.0 | -.1 | -.1 | 0.0 | 48.7 | 48.7 | 0.0 |
| 20000 (30000 | 111.8 | 111.8 | 0.0 | 0.0 | 0.0 | 0.0 | 111.8 | 111.8 | 0.0 |
| 30000 (50000 | 228.2 | 228.9 | .7 | 0.0 | 0.0 | 0.0 | 228.2 | 228.9 | .7 |
| 50000 (100000 | 175.0 | 176.1 | 1.0 | 0.0 | 0.0 | 0.0 | 175.0 | 176.1 | 1.0 |
| 100000 (200000 | 65.4 | 67.3 | 1.9 | 0.0 | 0.0 | 0.0 | 65.4 | 67.3 | 1.9 |
| 200000 (***** | 40.1 | 42.0 | 2.0 | 0.0 | 0.0 | 0.0 | 40.1 | 42.0 | 2.0 |
| TOTALS | 720.0 | 726.3 | 6.2 | -16.0 | -16.0 | 0.0 | 704.1 | 710.3 | 6.2 |

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #18
REVISED MINIMUM TAX

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 31. | .539 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 218. | .696 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1700. | 1.015 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 890. | 1.930 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 168. | 1.956 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3008. | 6.136 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | .002 | 0. | 0.000 | 8. | .074 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 94. | .006 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18. | .003 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | .002 | 0. | 0.000 | 120. | .084 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | .002 | 0. | 0.000 | 39. | .613 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 312. | .702 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1719. | 1.018 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 890. | 1.930 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 168. | 1.956 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | .002 | 0. | 0.000 | 3128. | 6.219 | 0. | 0.000 |

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19
BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 11.0 | 11.0 | -40.3 | -40.3 | 0.0 | 21.5 | 21.4 | -.0 |
| 5000 (10000 | 226 | 56.7 | 43.1 | 43.1 | 431.1 | 431.1 | 0.0 | 114.6 | 114.7 | .0 |
| 10000 (15000 | 162 | 48.3 | 33.3 | 33.3 | 618.9 | 618.9 | 0.0 | 208.6 | 208.8 | .2 |
| 15000 (20000 | 125 | 39.1 | 33.3 | 33.3 | 717.8 | 717.8 | 0.0 | 342.2 | 342.6 | .4 |
| 20000 (30000 | 198 | 57.8 | 57.0 | 57.0 | 1454.0 | 1454.0 | 0.0 | 786.3 | 787.1 | .8 |
| 30000 (50000 | 228 | 54.2 | 64.2 | 64.2 | 2402.1 | 2402.1 | 0.0 | 1568.3 | 1572.1 | 3.8 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1360.3 | 1360.3 | 0.0 | 1003.6 | 1005.3 | 1.6 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 353.7 | 353.7 | 0.0 | 292.4 | 293.4 | 1.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 181.6 | 181.6 | 0.0 | 154.4 | 157.6 | 3.2 |
| TOTALS | 1699 | 345.6 | 266.6 | 266.6 | 7479.4 | 7479.4 | 0.0 | 4491.9 | 4502.9 | 11.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 6.6 | 6.6 | 5.2 | 5.2 | 3.243 | 3.243 | 0.000 | 0.000 | .744 | .745 |
| 5000 (10000 | 6.8 | 6.8 | 9.3 | 9.3 | 7.255 | 7.255 | 0.000 | 0.000 | 0.000 | 0.000 |
| 10000 (15000 | 15.6 | 15.6 | 10.5 | 10.5 | 7.257 | 7.257 | 0.000 | 0.000 | 0.000 | 0.000 |
| 15000 (20000 | 11.2 | 11.2 | .7 | .7 | .296 | .296 | 0.000 | 0.000 | 0.000 | 0.000 |
| 20000 (30000 | 19.5 | 19.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 30000 (50000 | 44.9 | 44.9 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 1.453 | 1.451 |
| 50000 (100000 | 20.2 | 20.1 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 5.520 | 5.501 |
| 100000 (200000 | 2.5 | 2.5 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 5.807 | 5.777 |
| 200000 (***** | .3 | .3 | 0.0 | 0.0 | 0.000 | 0.000 | 0.000 | 0.000 | 8.654 | 8.569 |
| TOTALS | 126.7 | 126.7 | 25.8 | 25.8 | 18.051 | 18.051 | 0.000 | 0.000 | 22.178 | 22.044 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 5.4 | 5.4 | -.0 | -3.2 | -3.2 | 0.0 | 2.2 | 2.2 | -.0 |
| 5000 (10000 | 16.3 | 16.3 | .0 | -6.5 | -6.5 | 0.0 | 9.9 | 9.9 | .0 |
| 10000 (15000 | 29.6 | 29.6 | .0 | -6.2 | -6.2 | .0 | 23.4 | 23.4 | .0 |
| 15000 (20000 | 48.8 | 48.9 | .1 | -.1 | -.1 | .0 | 48.7 | 48.8 | .1 |
| 20000 (30000 | 111.8 | 111.9 | .1 | 0.0 | 0.0 | 0.0 | 111.8 | 111.9 | .1 |
| 30000 (50000 | 228.9 | 229.6 | .8 | 0.0 | 0.0 | 0.0 | 228.9 | 229.6 | .8 |
| 50000 (100000 | 176.1 | 176.5 | .4 | 0.0 | 0.0 | 0.0 | 176.1 | 176.5 | .4 |
| 100000 (200000 | 67.3 | 67.6 | .3 | 0.0 | 0.0 | 0.0 | 67.3 | 67.6 | .3 |
| 200000 (***** | 42.0 | 42.9 | .8 | 0.0 | 0.0 | 0.0 | 42.0 | 42.9 | .8 |
| TOTALS | 726.3 | 726.8 | 2.5 | -16.0 | -16.0 | .0 | 710.3 | 712.8 | 2.5 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1944. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5806. | .014 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5597. | .062 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15429. | .131 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 36019. | .751 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18251. | .436 | 32. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1556. | .303 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 256. | .818 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 29. | -.005 | 84859. | 2.518 | 32. | .000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1944. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5806. | .014 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5597. | .062 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15429. | .131 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 36019. | .751 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18251. | .436 | 32. | .000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1556. | .303 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 256. | .818 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 29. | -.005 | 84863. | 2.518 | 32. | .000 |

Policy Economics Group Personal Income Tax Model

FEDERAL TAX LIABILITY FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 6.8 | 11.8 | -83.8 | -48.3 | 42.8 | 54.6 | 21.4 | -33.1 |
| 5000 (10000 | 226 | 56.7 | 43.7 | 43.1 | 488.6 | 431.1 | 38.6 | 271.1 | 114.7 | -156.4 |
| 10000 (15000 | 162 | 48.3 | 39.7 | 33.3 | 583.1 | 618.9 | 35.8 | 371.9 | 288.8 | -163.2 |
| 15000 (20000 | 125 | 39.1 | 32.7 | 33.3 | 682.3 | 717.8 | 35.5 | 499.6 | 342.6 | -157.8 |
| 20000 (30000 | 198 | 57.8 | 54.1 | 57.8 | 1399.9 | 1454.8 | 54.1 | 1837.5 | 787.1 | -258.3 |
| 30000 (50000 | 228 | 64.2 | 63.9 | 64.2 | 2381.1 | 2482.1 | 101.0 | 1832.1 | 1572.1 | -260.8 |
| 50000 (100000 | 196 | 21.9 | 21.9 | 21.9 | 1248.7 | 1368.3 | 111.6 | 1888.8 | 1885.3 | -3.6 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 293.4 | 353.7 | 58.3 | 246.6 | 293.4 | 46.8 |
| 200000 (***** | 71 | .3 | .3 | .3 | 123.4 | 181.6 | 58.2 | 95.8 | 157.6 | 61.8 |
| TOTALS | 1699 | 345.6 | 265.6 | 266.6 | 6951.5 | 7479.4 | 527.9 | 5417.9 | 4582.9 | -914.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | RETURNS WITH OUTLAY | | EARNED INCOME CRED. | | MINIMUM TAX | | ALTERNATIVE MINTAX | |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 7.8 | 6.6 | 4.7 | 5.2 | 2.185 | 3.243 | 8.000 | 8.000 | 2.361 | .745 |
| 5000 (10000 | 6.2 | 6.8 | 7.7 | 9.3 | 2.900 | 7.255 | 8.000 | 8.000 | 8.000 | 8.000 |
| 10000 (15000 | 23.9 | 13.6 | 2.7 | 18.5 | .132 | 7.257 | 8.000 | 8.000 | 8.000 | 8.000 |
| 15000 (20000 | 19.3 | 11.2 | 8.8 | .7 | 8.000 | .296 | 8.000 | 8.000 | 8.000 | 8.000 |
| 20000 (30000 | 43.3 | 19.5 | 8.8 | 8.8 | 8.000 | 8.000 | 8.000 | 8.000 | .826 | 8.000 |
| 30000 (50000 | 53.4 | 44.9 | 8.8 | 8.8 | 8.000 | 8.000 | 8.000 | 8.000 | 2.815 | 1.451 |
| 50000 (100000 | 21.1 | 28.1 | 8.8 | 8.8 | 8.000 | 8.000 | 8.000 | 8.000 | 21.399 | 5.581 |
| 100000 (200000 | 2.5 | 2.5 | 8.8 | 8.8 | 8.000 | 8.000 | 8.000 | 8.000 | 18.887 | 5.777 |
| 200000 (***** | .3 | .3 | 8.8 | 8.8 | 8.000 | 8.000 | 8.000 | 8.000 | 13.255 | 8.569 |
| TOTALS | 178.9 | 126.7 | 15.1 | 25.8 | 5.137 | 18.851 | 8.000 | 8.000 | 57.863 | 22.844 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.7 | 5.4 | 2.7 | -2.1 | -3.2 | -1.2 | .7 | 2.2 | 1.5 |
| 5000 (10000 | 14.1 | 16.3 | 2.2 | -2.1 | -6.5 | -4.4 | 12.0 | 9.9 | -2.2 |
| 10000 (15000 | 27.9 | 29.6 | 1.7 | -.8 | -6.2 | -6.2 | 27.9 | 23.4 | -4.5 |
| 15000 (20000 | 49.1 | 48.9 | -.3 | 8.8 | -.1 | -.1 | 49.1 | 48.8 | -.3 |
| 20000 (30000 | 109.1 | 111.9 | 2.8 | 8.8 | 8.8 | 8.8 | 109.1 | 111.9 | 2.8 |
| 30000 (50000 | 248.4 | 229.6 | -18.7 | 8.8 | 8.8 | 8.8 | 248.4 | 229.6 | -18.7 |
| 50000 (100000 | 186.9 | 176.5 | -10.4 | 8.8 | 8.8 | 8.8 | 186.9 | 176.5 | -10.4 |
| 100000 (200000 | 69.9 | 67.6 | -2.3 | 8.8 | 8.8 | 8.8 | 69.9 | 67.6 | -2.3 |
| 200000 (***** | 48.9 | 42.9 | 1.9 | 8.8 | 8.8 | 8.8 | 48.9 | 42.9 | 1.9 |
| TOTALS | 749.2 | 728.8 | -20.4 | -4.2 | -16.8 | -11.8 | 745.0 | 712.8 | -32.2 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF FEDERAL TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 51. | -1.192 | 0. | 0.000 | 1371. | -3.333 | 864. | 2.742 | 451. | -0.014 |
| 5000 (10000 | 0. | 0.000 | 1539. | .383 | 2387. | -1.000 | 2854. | .568 | 151. | .000 |
| 10000 (15000 | 2840. | -1.376 | 631. | .017 | 5695. | -3.673 | 13910. | 3.872 | 8366. | 2.779 |
| 15000 (20000 | 1517. | -.316 | 1546. | 1.023 | 2758. | -.341 | 12320. | 2.067 | 8643. | .584 |
| 20000 (30000 | 0. | 0.000 | 2544. | 2.864 | 19834. | -4.926 | 22945. | 11.413 | 24482. | 1.961 |
| 30000 (50000 | 0. | 0.000 | 297. | .315 | 41520. | -20.729 | 13842. | 8.760 | 10435. | -0.451 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 13394. | -16.066 | 7706. | 9.146 | 954. | -1.061 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1702. | -6.311 | 749. | 2.977 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 116. | -3.417 | 173. | 5.348 | 0. | 0.000 |
| ITEMIZE, Total | 4400. | -1.883 | 6556. | 4.602 | 88779. | -56.876 | 75363. | 46.894 | 53483. | -4.195 |
| +++++++ (5000 | 2915. | -1.353 | 7149. | .792 | 7441. | -2.407 | 9422. | 1.497 | 7. | .000 |
| 5000 (10000 | 3786. | -2.075 | 1644. | .338 | 26169. | -5.954 | 22431. | 4.289 | 0. | 0.000 |
| 10000 (15000 | 4561. | -4.437 | 368. | .055 | 17809. | -6.305 | 6469. | 1.610 | 66. | .027 |
| 15000 (20000 | 60. | -.052 | 603. | .307 | 16286. | -3.443 | 3539. | 1.398 | 543. | .468 |
| 20000 (30000 | 0. | 0.000 | 346. | .530 | 12203. | -4.774 | 1997. | 1.121 | 677. | -.016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 8033. | -7.588 | 831. | .829 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 738. | -3.534 | 91. | .022 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22. | 1.026 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 11322. | -7.918 | 10110. | 2.021 | 88678. | -34.005 | 44803. | 11.790 | 1293. | .559 |
| +++++++ (5000 | 2966. | -1.546 | 7149. | .792 | 8812. | -2.739 | 10286. | 4.239 | 459. | .065 |
| 5000 (10000 | 3786. | -2.075 | 3183. | .721 | 28556. | -7.834 | 25285. | 4.857 | 151. | .000 |
| 10000 (15000 | 7401. | -5.813 | 999. | .071 | 23504. | -9.978 | 20379. | 5.482 | 8432. | 2.806 |
| 15000 (20000 | 1578. | -.368 | 2149. | 1.330 | 19044. | -3.784 | 15859. | 3.465 | 9186. | 1.052 |
| 20000 (30000 | 0. | 0.000 | 2890. | 3.393 | 32037. | -9.700 | 24943. | 12.534 | 25159. | 1.946 |
| 30000 (50000 | 0. | 0.000 | 297. | .315 | 49553. | -28.317 | 14673. | 9.589 | 10435. | -0.451 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 14132. | -19.600 | 7797. | 9.168 | 954. | -1.061 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1702. | -6.311 | 771. | 4.003 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 116. | -3.417 | 173. | 5.348 | 0. | 0.000 |
| ALL RETURNS, Total | 15730. | -9.802 | 16667. | 6.623 | 177457. | -90.880 | 120166. | 58.685 | 54775. | -3.636 |

**IMPACT OF THE TAX REFORM ACT OF 1986
ON MONTANA RESIDENTS**

Appendix B

**Changes in State Tax Liability
Under Current Montana Law**



State Tax Liability for Montana

**1987 Levels of Income
1987 Tax Law**



STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -156.1 | -155.6 | .5 | 39.8 | 39.9 | .1 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 385.1 | 385.7 | .5 | 198.5 | 198.8 | .3 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 585.4 | 586.3 | .9 | 256.4 | 257.0 | .6 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.1 | 632.5 | 633.4 | .9 | 360.7 | 361.3 | .7 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1288.9 | 1290.3 | 1.4 | 723.9 | 725.0 | 1.1 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1877.3 | 1878.4 | 1.1 | 1181.1 | 1181.9 | .8 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.3 | 936.2 | 937.4 | 1.2 | 557.6 | 558.3 | .8 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 244.4 | 244.7 | .3 | 154.7 | 154.9 | .2 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 110.2 | .1 | 47.2 | 47.2 | .0 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.0 | 5903.9 | 5910.9 | 7.0 | 3519.7 | 3524.5 | 4.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.4 | 24.4 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.9 | 6.9 | 95.0 | 95.1 | 92.5 | 92.6 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 218.5 | 218.5 | 110.7 | 111.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 25.9 | 26.1 | 195.7 | 195.9 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.3 | 46.3 | 419.3 | 419.6 | 160.9 | 160.9 | .8 | .9 | 0.0 | 0.0 |
| 30000 (50000 | 53.6 | 53.6 | 537.9 | 538.1 | 167.7 | 167.7 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 321.5 | 321.9 | 59.8 | 59.8 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 82.9 | 83.0 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.7 | 61.8 | 1.2 | 1.2 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 180.9 | 181.1 | 1956.9 | 1958.4 | 738.4 | 738.7 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.0 | .0 | 0.0 | 0.0 | 0.0 | 1.0 | 1.0 | .0 |
| 5000 (10000 | 6.0 | 6.0 | .0 | -1.1 | -1.1 | 0.0 | 5.8 | 5.8 | .0 |
| 10000 (15000 | 8.9 | 8.9 | .0 | -1.9 | -1.9 | .0 | 7.0 | 7.0 | .0 |
| 15000 (20000 | 14.4 | 14.5 | .0 | -2.2 | -2.2 | 0.0 | 14.2 | 14.2 | .0 |
| 20000 (30000 | 33.5 | 33.6 | .1 | 0.0 | 0.0 | 0.0 | 33.5 | 33.6 | .1 |
| 30000 (50000 | 65.6 | 65.7 | .1 | 0.0 | 0.0 | 0.0 | 65.6 | 65.7 | .1 |
| 50000 (100000 | 36.2 | 36.2 | .1 | -1.1 | -1.1 | 0.0 | 36.1 | 36.2 | .1 |
| 100000 (200000 | 12.5 | 12.5 | .0 | 0.0 | 0.0 | 0.0 | 12.5 | 12.5 | .0 |
| 200000 (***** | 4.3 | 4.3 | .0 | 0.0 | 0.0 | 0.0 | 4.3 | 4.3 | .0 |
| TOTALS | 182.3 | 182.6 | .3 | -2.4 | -2.3 | .0 | 179.9 | 180.2 | .3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1090. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5471. | .023 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5246. | .029 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8585. | .046 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12440. | .058 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 89. | -.000 | 6869. | .059 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1518. | .021 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 326. | .005 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 89. | -.000 | 41545. | .241 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1849. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3191. | .006 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 519. | .003 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1568. | .010 | 177. | .001 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3694. | .020 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 382. | .006 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11203. | .049 | 177. | .001 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1849. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4281. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5990. | .026 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6815. | .039 | 177. | .001 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12279. | .066 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12822. | .064 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 89. | -.000 | 6869. | .059 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1518. | .021 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 326. | .005 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 89. | -.000 | 52748. | .290 | 177. | .001 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -155.6 | -155.6 | .0 | 39.9 | 39.9 | -.1 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 385.7 | 385.7 | .0 | 198.8 | 198.3 | -.5 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 586.3 | 586.3 | .0 | 257.0 | 255.9 | -1.1 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.1 | 633.4 | 633.4 | -.0 | 361.3 | 361.3 | -.0 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1290.3 | 1290.3 | 0.0 | 725.0 | 725.0 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1878.4 | 1878.4 | 0.0 | 1181.9 | 1181.9 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.3 | 937.4 | 937.4 | 0.0 | 558.3 | 558.3 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 244.7 | 244.7 | 0.0 | 154.9 | 154.9 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 110.2 | 0.0 | 47.2 | 47.2 | 0.0 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.0 | 5910.9 | 5910.9 | .0 | 3524.5 | 3522.7 | -1.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.4 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 5.9 | 5.9 | 95.1 | 95.7 | 92.6 | 92.6 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 218.5 | 219.7 | 111.0 | 111.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.1 | 26.1 | 195.9 | 195.9 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.3 | 46.3 | 419.6 | 419.6 | 160.9 | 160.9 | .9 | .9 | 0.0 | 0.0 |
| 30000 (50000 | 53.6 | 53.6 | 538.1 | 538.1 | 167.7 | 167.7 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 321.9 | 321.9 | 59.8 | 59.8 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 83.0 | 83.0 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.0 | 61.0 | 1.2 | 1.2 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.1 | 181.1 | 1958.4 | 1960.2 | 738.7 | 738.7 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.0 | -.0 | 0.0 | 0.0 | 0.0 | 1.0 | 1.0 | -.0 |
| 5000 (10000 | 6.0 | 6.0 | -.0 | -.1 | -.1 | 0.0 | 5.8 | 5.8 | -.0 |
| 10000 (15000 | 8.9 | 8.9 | -.0 | -1.9 | -1.9 | -.0 | 7.0 | 7.0 | -.0 |
| 15000 (20000 | 14.5 | 14.5 | -.0 | -.2 | -.2 | 0.0 | 14.2 | 14.2 | -.0 |
| 20000 (30000 | 33.6 | 33.6 | 0.0 | 0.0 | 0.0 | 0.0 | 33.6 | 33.6 | 0.0 |
| 30000 (50000 | 65.7 | 65.7 | 0.0 | 0.0 | 0.0 | 0.0 | 65.7 | 65.7 | 0.0 |
| 50000 (100000 | 36.2 | 36.2 | 0.0 | -.1 | -.1 | 0.0 | 36.2 | 36.2 | 0.0 |
| 100000 (200000 | 12.5 | 12.5 | 0.0 | 0.0 | 0.0 | 0.0 | 12.5 | 12.5 | 0.0 |
| 200000 (***** | 4.3 | 4.3 | 0.0 | 0.0 | 0.0 | 0.0 | 4.3 | 4.3 | 0.0 |
| TOTALS | 182.6 | 182.5 | -.0 | -2.3 | -2.3 | -.0 | 180.2 | 180.2 | -.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 312. | -0.002 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1090. | -0.011 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 7333. | -0.036 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 177. | -0.001 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 8913. | -0.050 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 312. | -0.002 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1090. | -0.011 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 7333. | -0.036 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 177. | -0.001 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 8913. | -0.050 | 0. | 0.000 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2
Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -155.6 | -155.6 | -.0 | 39.8 | 39.6 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 385.7 | 385.7 | -.0 | 198.3 | 198.3 | -.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 586.3 | 586.3 | .0 | 255.9 | 255.9 | -.0 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.1 | 633.4 | 633.4 | .0 | 361.3 | 361.2 | -.1 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1290.3 | 1290.3 | -.0 | 725.0 | 723.3 | -1.7 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1878.4 | 1878.4 | .0 | 1181.9 | 1175.7 | -6.3 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.3 | 937.4 | 937.4 | .0 | 558.3 | 553.3 | -5.1 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 244.7 | 244.7 | -.0 | 154.9 | 154.5 | -.4 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 110.2 | .0 | 47.2 | 47.0 | -.2 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.0 | 5910.9 | 5910.9 | .0 | 3522.7 | 3508.9 | -13.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.5 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.9 | 6.9 | 95.7 | 95.7 | 92.6 | 92.6 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 219.7 | 219.7 | 111.0 | 111.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.1 | 26.1 | 195.9 | 196.0 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.3 | 46.6 | 419.6 | 421.4 | 160.9 | 160.9 | .9 | .8 | 0.0 | 0.0 |
| 30000 (50000 | 53.6 | 53.7 | 538.1 | 544.4 | 167.7 | 167.7 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 321.9 | 327.0 | 59.8 | 59.8 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 83.0 | 83.4 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.0 | 62.0 | 1.2 | 1.2 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.1 | 181.4 | 1960.2 | 1974.0 | 738.7 | 738.7 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1.0 | 1.0 | 0.0 |
| 5000 (10000 | 6.0 | 6.0 | 0.0 | -.1 | -.1 | 0.0 | 5.8 | 5.8 | 0.0 |
| 10000 (15000 | 8.9 | 8.9 | -.0 | -1.9 | -1.9 | 0.0 | 7.0 | 7.0 | -.0 |
| 15000 (20000 | 14.5 | 14.5 | -.0 | -.2 | -.2 | 0.0 | 14.2 | 14.2 | -.0 |
| 20000 (30000 | 33.6 | 33.5 | -.1 | 0.0 | 0.0 | 0.0 | 33.6 | 33.5 | -.1 |
| 30000 (50000 | 65.7 | 65.2 | -.5 | 0.0 | 0.0 | 0.0 | 65.7 | 65.2 | -.5 |
| 50000 (100000 | 36.2 | 35.8 | -.4 | -.1 | -.1 | -.0 | 36.2 | 35.8 | -.4 |
| 100000 (200000 | 12.5 | 12.5 | -.0 | 0.0 | 0.0 | 0.0 | 12.5 | 12.5 | -.0 |
| 200000 (***** | 4.3 | 4.3 | -.0 | 0.0 | 0.0 | 0.0 | 4.3 | 4.3 | -.0 |
| TOTALS | 182.5 | 181.5 | -1.0 | -2.3 | -2.3 | -.0 | 180.2 | 179.2 | -1.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 4451. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4182. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 17669. | -.091 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 28580. | -.453 | 90. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 12304. | -.394 | 54. | .002 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1105. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 264. | -.026 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 68555. | -1.004 | 144. | .002 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 247. | -.005 | 0. | 0.000 | 247. | -.005 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 43. | -.000 | 0. | 0.000 | 43. | -.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 290. | -.005 | 0. | 0.000 | 290. | -.005 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 4451. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4182. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 17916. | -.096 | 0. | 0.000 | 247. | -.005 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 28623. | -.453 | 90. | .000 | 43. | -.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 12304. | -.394 | 54. | .002 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1105. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 264. | -.026 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 68846. | -1.010 | 144. | .002 | 290. | -.005 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -155.6 | -155.6 | 0.0 | 39.8 | 39.8 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 385.7 | 385.7 | 0.0 | 198.3 | 198.3 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 586.3 | 586.3 | 0.0 | 255.9 | 255.9 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.1 | 633.4 | 633.4 | 0.0 | 361.2 | 361.2 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1290.3 | 1290.5 | .1 | 723.3 | 723.3 | .0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1878.4 | 1883.5 | 5.1 | 1175.7 | 1179.3 | 3.6 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.3 | 937.4 | 944.5 | 7.1 | 553.3 | 557.8 | 4.5 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 244.7 | 246.7 | 2.0 | 154.5 | 155.9 | 1.4 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 110.8 | .6 | 47.0 | 47.3 | .3 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.0 | 5910.9 | 5925.8 | 14.9 | 3588.9 | 3518.8 | 9.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.5 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.9 | 6.9 | 95.7 | 95.7 | 92.6 | 92.6 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 219.7 | 219.7 | 111.0 | 111.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.1 | 26.1 | 196.0 | 196.0 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.6 | 46.6 | 421.4 | 421.4 | 160.9 | 160.9 | .8 | .8 | 0.0 | 0.0 |
| 30000 (50000 | 53.7 | 53.7 | 544.4 | 545.8 | 167.7 | 167.7 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 327.0 | 329.5 | 59.8 | 60.0 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 83.4 | 84.1 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.0 | 62.2 | 1.2 | 1.2 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.4 | 181.4 | 1974.0 | 1978.8 | 738.7 | 738.8 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1.0 | 1.0 | 0.0 |
| 5000 (10000 | 6.0 | 6.0 | 0.0 | -.1 | -.1 | 0.0 | 5.8 | 5.8 | 0.0 |
| 10000 (15000 | 8.9 | 8.9 | 0.0 | -1.9 | -1.9 | 0.0 | 7.0 | 7.0 | 0.0 |
| 15000 (20000 | 14.5 | 14.5 | 0.0 | -.2 | -.2 | 0.0 | 14.2 | 14.2 | 0.0 |
| 20000 (30000 | 33.5 | 33.5 | .0 | 0.0 | 0.0 | 0.0 | 33.5 | 33.5 | .0 |
| 30000 (50000 | 65.2 | 65.5 | .3 | 0.0 | 0.0 | 0.0 | 65.2 | 65.5 | .3 |
| 50000 (100000 | 35.8 | 36.2 | .4 | -.1 | -.1 | 0.0 | 35.8 | 36.2 | .4 |
| 100000 (200000 | 12.5 | 12.6 | .1 | 0.0 | 0.0 | 0.0 | 12.5 | 12.6 | .1 |
| 200000 (***** | 4.3 | 4.3 | .0 | 0.0 | 0.0 | 0.0 | 4.3 | 4.3 | .0 |
| TOTALS | 181.5 | 182.4 | .8 | -2.3 | -2.3 | 0.0 | 179.2 | 180.0 | .8 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 3

Plan Y: CONFERENCE PROVISION #4

RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 90. | .001 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 90. | -.000 | 3236. | .290 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2919. | .382 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 900. | .141 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 201. | .033 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 90. | -.000 | 7345. | .846 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 90. | .001 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 90. | -.000 | 3236. | .290 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2919. | .382 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 900. | .141 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 201. | .033 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 90. | -.000 | 7345. | .846 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -155.6 | -159.6 | -4.0 | 39.8 | 39.5 | -.3 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 385.7 | 384.8 | -.8 | 198.3 | 198.0 | -.3 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 586.3 | 585.9 | -.4 | 255.9 | 255.7 | -.2 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.1 | 633.4 | 632.6 | -.8 | 361.2 | 361.0 | -.3 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1290.5 | 1288.6 | -1.9 | 723.3 | 721.6 | -1.7 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1883.5 | 1882.1 | -1.4 | 1179.3 | 1178.6 | -.7 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.3 | 944.5 | 941.9 | -2.6 | 557.8 | 556.8 | -1.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 246.7 | 246.2 | -.5 | 153.9 | 153.6 | -.3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.8 | 110.2 | -.6 | 47.3 | 47.0 | -.3 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.0 | 5925.8 | 5912.7 | -13.1 | 3518.8 | 3513.7 | -5.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.5 | 24.4 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.9 | 6.5 | 95.7 | 95.2 | 92.6 | 92.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 219.7 | 219.5 | 111.0 | 110.9 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.1 | 26.1 | 196.0 | 195.9 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.6 | 46.6 | 421.4 | 421.2 | 160.9 | 160.9 | .8 | .8 | 0.0 | 0.0 |
| 30000 (50000 | 53.7 | 53.7 | 545.8 | 545.6 | 167.7 | 167.7 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 329.5 | 328.0 | 60.0 | 60.0 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.1 | 83.8 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.2 | 61.9 | 1.2 | 1.2 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.4 | 181.0 | 1978.8 | 1975.6 | 738.8 | 738.7 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | .9 | -.0 | 0.0 | 0.0 | 0.0 | 1.0 | .9 | -.0 |
| 5000 (10000 | 6.0 | 5.9 | -.0 | -.1 | -.1 | 0.0 | 5.8 | 5.8 | -.0 |
| 10000 (15000 | 8.9 | 8.9 | -.0 | -1.9 | -1.9 | 0.0 | 7.0 | 7.0 | -.0 |
| 15000 (20000 | 14.5 | 14.4 | -.0 | -.2 | -.2 | 0.0 | 14.2 | 14.2 | -.0 |
| 20000 (30000 | 33.5 | 33.4 | -.1 | 0.0 | 0.0 | 0.0 | 33.5 | 33.4 | -.1 |
| 30000 (50000 | 65.5 | 65.5 | -.0 | 0.0 | 0.0 | 0.0 | 65.5 | 65.5 | -.0 |
| 50000 (100000 | 36.2 | 36.1 | -.1 | -.1 | -.1 | -.0 | 36.2 | 36.1 | -.1 |
| 100000 (200000 | 12.6 | 12.6 | -.0 | 0.0 | 0.0 | 0.0 | 12.6 | 12.6 | -.0 |
| 200000 (***** | 4.3 | 4.3 | -.0 | 0.0 | 0.0 | 0.0 | 4.3 | 4.3 | -.0 |
| TOTALS | 182.4 | 182.0 | -.3 | -2.3 | -2.3 | -.0 | 180.0 | 179.7 | -.3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISIONData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 312. | - .000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 2. | 0.000 | 0. | 0.000 | 1662. | - .002 | 0. | 0.000 | 370. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3282. | - .004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 13219. | - .067 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 10895. | - .048 | 72. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7197. | - .076 | 63. | .001 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1353. | - .031 | 26. | .000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 255. | - .029 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 38174. | - .259 | 161. | .002 | 370. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 810. | - .018 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 5122. | - .007 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2092. | - .009 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 2019. | - .009 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3161. | - .024 | 57. | .000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 296. | - .000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 13500. | - .068 | 57. | .000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 1123. | - .019 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 6784. | - .009 | 0. | 0.000 | 370. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2092. | - .009 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 5301. | - .014 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 16380. | - .092 | 57. | .000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11190. | - .049 | 72. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7197. | - .076 | 63. | .001 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1353. | - .031 | 26. | .000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 255. | - .029 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 51674. | - .327 | 218. | .002 | 370. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSESData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -159.6 | -88.0 | 71.6 | 39.5 | 39.5 | 0.0 |
| 5000 (10000 | 220 | 58.8 | 52.0 | 52.0 | 384.8 | 384.8 | 0.0 | 198.0 | 198.0 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 585.9 | 586.4 | .4 | 255.7 | 255.9 | .2 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 35.3 | 632.6 | 640.4 | 7.8 | 361.0 | 361.7 | .7 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1288.6 | 1288.8 | .2 | 721.6 | 721.6 | .0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1882.1 | 1891.5 | 9.4 | 1178.6 | 1180.4 | 1.8 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.5 | 941.9 | 963.7 | 21.8 | 556.8 | 566.1 | 9.3 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 246.2 | 248.0 | 1.8 | 155.6 | 156.0 | 1.2 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 113.3 | 3.2 | 47.0 | 48.9 | 1.9 |
| TOTALS | 1699 | 338.1 | 282.0 | 282.5 | 5912.7 | 6029.0 | 116.3 | 3513.7 | 3528.9 | 15.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.8 | 24.4 | 24.6 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.5 | 6.5 | 95.2 | 95.2 | 92.5 | 92.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.0 | 219.5 | 219.7 | 110.9 | 110.9 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.1 | 26.2 | 195.9 | 199.1 | 89.7 | 89.7 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.6 | 46.4 | 421.2 | 421.2 | 160.9 | 161.1 | .8 | .8 | 0.0 | 0.0 |
| 30000 (50000 | 53.7 | 53.7 | 545.6 | 548.1 | 167.7 | 167.8 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.1 | 328.0 | 337.3 | 60.0 | 60.6 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 83.8 | 84.5 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.9 | 63.1 | 1.2 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.0 | 181.1 | 1975.6 | 1992.8 | 738.7 | 739.8 | 8.0 | 8.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 5.9 | 5.9 | 0.0 | -1 | -1 | 0.0 | 5.8 | 5.8 | 0.0 |
| 10000 (15000 | 8.9 | 8.9 | .0 | -1.9 | -1.9 | 0.0 | 7.0 | 7.0 | .0 |
| 15000 (20000 | 14.4 | 14.5 | .0 | -2 | -2 | 0.0 | 14.2 | 14.2 | .0 |
| 20000 (30000 | 33.4 | 33.4 | .0 | 0.0 | 0.0 | 0.0 | 33.4 | 33.4 | .0 |
| 30000 (50000 | 65.5 | 65.6 | .1 | 0.0 | 0.0 | 0.0 | 65.5 | 65.6 | .1 |
| 50000 (100000 | 36.1 | 36.8 | .7 | -1 | -1 | 0.0 | 36.1 | 36.7 | .7 |
| 100000 (200000 | 12.6 | 12.7 | .1 | 0.0 | 0.0 | 0.0 | 12.6 | 12.7 | .1 |
| 200000 (***** | 4.3 | 4.5 | .2 | 0.0 | 0.0 | 0.0 | 4.3 | 4.5 | .2 |
| TOTALS | 182.0 | 183.1 | 1.1 | -2.3 | -2.3 | 0.0 | 179.7 | 180.8 | 1.1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 5

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 178. | .008 | 0. | 0.000 | 178. | .008 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 214. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 646. | .059 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 281. | .422 | 0. | 0.000 | 1198. | .664 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 335. | .119 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | .069 | 0. | 0.000 | 181. | .180 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 467. | .499 | 0. | 0.000 | 2538. | 1.031 | 214. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 356. | .012 | 11. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 111. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 57. | .004 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 65. | .029 | 0. | 0.000 | 65. | .029 | 65. | .029 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 33. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 65. | .029 | 0. | 0.000 | 478. | .045 | 273. | .029 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 356. | .012 | 11. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 178. | .008 | 0. | 0.000 | 178. | .008 | 111. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 57. | .004 | 214. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 65. | .029 | 0. | 0.000 | 711. | .068 | 65. | .029 |
| 50000 (100000 | 0. | 0.000 | 281. | .422 | 0. | 0.000 | 1198. | .664 | 33. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 335. | .119 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | .069 | 0. | 0.000 | 181. | .180 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 532. | .528 | 0. | 0.000 | 3016. | 1.075 | 487. | .029 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7
EMPLOYEE, MOVING, & MISC DEDUCTIONS

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -88.0 | -86.6 | 1.3 | 39.5 | 39.6 | .1 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.0 | 384.8 | 395.3 | 10.5 | 198.0 | 202.2 | 4.2 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 566.4 | 600.0 | 21.7 | 255.9 | 259.3 | 3.4 |
| 15000 (20000 | 136 | 39.4 | 35.3 | 35.3 | 640.4 | 653.9 | 13.5 | 361.7 | 366.7 | 5.0 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.4 | 1288.0 | 1309.1 | 20.3 | 721.6 | 732.5 | 10.8 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1891.5 | 1918.7 | 27.2 | 1180.4 | 1193.3 | 12.9 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 963.7 | 973.3 | 9.6 | 566.1 | 572.1 | 6.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 248.0 | 249.6 | 1.6 | 156.8 | 157.5 | .7 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.3 | 113.6 | .2 | 48.9 | 49.9 | 1.0 |
| TOTALS | 1699 | 338.1 | 282.5 | 282.5 | 6029.0 | 6135.0 | 106.0 | 3528.9 | 3573.1 | 44.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.9 | 24.6 | 24.7 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.5 | 10.7 | 95.2 | 101.4 | 92.5 | 92.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 25.8 | 219.7 | 237.1 | 110.9 | 111.8 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 26.2 | 27.9 | 199.1 | 206.4 | 89.7 | 89.9 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 46.4 | 47.3 | 421.2 | 428.4 | 161.1 | 161.1 | .8 | .8 | 0.0 | 0.0 |
| 30000 (50000 | 53.7 | 53.9 | 540.1 | 562.3 | 167.8 | 167.8 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 337.3 | 340.8 | 60.6 | 60.6 | 1.1 | 1.2 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.5 | 85.4 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 63.1 | 62.3 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 181.1 | 189.0 | 1992.0 | 2048.9 | 739.8 | 740.9 | 8.0 | 8.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | .0 | 0.0 | 0.0 | 0.0 | .9 | .9 | .0 |
| 5000 (10000 | 5.9 | 6.1 | .2 | -.1 | -.1 | 0.0 | 5.8 | 6.0 | .2 |
| 10000 (15000 | 8.9 | 9.0 | .1 | -1.9 | -1.9 | .0 | 7.0 | 7.1 | .1 |
| 15000 (20000 | 14.5 | 14.7 | .2 | -.2 | -.2 | 0.0 | 14.2 | 14.4 | .2 |
| 20000 (30000 | 33.4 | 34.0 | .6 | 0.0 | 0.0 | 0.0 | 33.4 | 34.0 | .6 |
| 30000 (50000 | 65.6 | 66.5 | 1.0 | 0.0 | 0.0 | 0.0 | 65.6 | 66.5 | 1.0 |
| 50000 (100000 | 36.8 | 37.2 | .4 | -.1 | -.1 | .0 | 36.7 | 37.2 | .4 |
| 100000 (200000 | 12.7 | 12.8 | .1 | 0.0 | 0.0 | 0.0 | 12.7 | 12.8 | .1 |
| 200000 (***** | 4.5 | 4.6 | .1 | 0.0 | 0.0 | 0.0 | 4.5 | 4.6 | .1 |
| TOTALS | 183.1 | 185.8 | 2.7 | -2.3 | -2.3 | .0 | 180.8 | 183.5 | 2.7 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7

EMPLOYEE, MOVING, & MISC DEDUCTIONS

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 49. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1493. | .011 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11742. | .007 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 13093. | .119 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1182. | -.010 | 32789. | .557 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 430. | -.020 | 39937. | .998 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 310. | -.026 | 15458. | .459 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 58. | -.007 | 1127. | .075 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 354. | .102 | 0. | 0.000 |
| ITEMIZE. Total: | 0. | 0.000 | 0. | 0.000 | 1981. | -.062 | 116043. | 2.408 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 712. | .003 | 81. | .002 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5078. | .160 | 4165. | .139 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1247. | .045 | 800. | .021 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1942. | .121 | 1741. | .062 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1619. | .038 | 956. | .009 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 216. | .010 | 135. | .005 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total: | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10814. | .376 | 7677. | .238 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 761. | .003 | 81. | .002 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6572. | .171 | 4165. | .139 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12989. | .131 | 800. | .021 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 15035. | .240 | 1741. | .062 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1182. | -.010 | 34400. | .595 | 956. | .009 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 430. | -.020 | 40152. | 1.008 | 135. | .005 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 310. | -.026 | 15458. | .459 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 58. | -.007 | 1127. | .075 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 354. | .102 | 0. | 0.000 |
| ALL RETURNS. Total: | 0. | 0.000 | 0. | 0.000 | 1981. | -.062 | 126057. | 2.764 | 7677. | .238 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #8
LIMIT NON-BUS INTEREST DEDUCTIONS

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.6 | -86.7 | -.1 | 39.6 | 39.6 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 52.6 | 395.3 | 395.2 | -.1 | 202.2 | 203.1 | .9 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 608.0 | 607.8 | -.2 | 259.3 | 260.3 | 1.0 |
| 15000 (20000 | 136 | 39.4 | 35.3 | 36.0 | 653.9 | 653.7 | -.1 | 366.7 | 372.3 | 5.6 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.5 | 1309.1 | 1307.4 | -1.8 | 732.5 | 745.0 | 12.5 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1918.7 | 1915.6 | -2.1 | 1193.3 | 1206.6 | 13.3 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 973.3 | 972.6 | -.7 | 572.1 | 578.8 | 6.7 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.6 | 249.5 | -.1 | 157.5 | 158.0 | .5 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.6 | 113.5 | -.1 | 49.9 | 50.1 | .2 |
| TOTALS | 1699 | 338.1 | 282.5 | 284.0 | 6135.0 | 6129.7 | -5.3 | 3573.1 | 3615.9 | 42.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.9 | 3.9 | 24.7 | 24.7 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.7 | 10.7 | 101.4 | 100.3 | 92.5 | 92.7 | .2 | .2 | 0.0 | 0.2 |
| 10000 (15000 | 25.8 | 25.8 | 237.1 | 235.6 | 111.8 | 112.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 27.9 | 27.9 | 206.4 | 200.7 | 89.9 | 90.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 47.3 | 47.3 | 428.4 | 413.3 | 161.1 | 161.8 | .8 | .9 | 0.0 | 0.0 |
| 30000 (50000 | 53.9 | 53.9 | 562.3 | 545.0 | 167.8 | 167.8 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 340.8 | 333.5 | 60.6 | 60.6 | 1.2 | 1.2 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 85.4 | 84.7 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.3 | 62.1 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 189.0 | 189.0 | 2048.9 | 1999.8 | 740.9 | 742.0 | 8.1 | 8.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 6.1 | 6.1 | .0 | -.1 | -.1 | 0.0 | 6.0 | 6.0 | .0 |
| 10000 (15000 | 9.0 | 9.0 | .0 | -1.9 | -1.9 | 0.0 | 7.1 | 7.2 | .0 |
| 15000 (20000 | 14.7 | 14.9 | .2 | -.2 | -.2 | 0.0 | 14.4 | 14.6 | .2 |
| 20000 (30000 | 34.0 | 34.6 | .6 | 0.0 | 0.0 | 0.0 | 34.0 | 34.6 | .6 |
| 30000 (50000 | 66.5 | 67.7 | 1.2 | 0.0 | 0.0 | 0.0 | 66.5 | 67.7 | 1.2 |
| 50000 (100000 | 37.2 | 37.7 | .5 | -.1 | -.1 | .0 | 37.2 | 37.6 | .4 |
| 100000 (200000 | 12.8 | 12.8 | .1 | 0.0 | 0.0 | 0.0 | 12.8 | 12.8 | .0 |
| 200000 (***** | 4.6 | 4.6 | .0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | .0 |
| TOTALS | 185.8 | 188.4 | 2.6 | -2.3 | -2.3 | .0 | 183.5 | 186.1 | 2.6 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #8
LIMIT NON-SUB-INTEREST DEDUCTIONSData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHOSE CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 626. | .006 | 0. | 0.000 | 2683. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2300. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 762. | .013 | 0. | 0.000 | 11258. | .201 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 52. | .000 | 0. | 0.000 | 33984. | .644 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 814. | -.001 | 39372. | 1.184 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 132. | -.001 | 14694. | .453 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 | 1120. | .060 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 257. | .020 | 0. | 0.000 |
| ITEMIZE. Total: | 0. | 0.000 | 1443. | .019 | 945. | -.003 | 105668. | 2.612 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total: | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 626. | .006 | 0. | 0.000 | 2683. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2300. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 762. | .013 | 0. | 0.000 | 11258. | .201 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 52. | .000 | 0. | 0.000 | 33984. | .644 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 814. | -.001 | 39372. | 1.184 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 132. | -.001 | 14694. | .453 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 | 1120. | .060 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 257. | .020 | 0. | 0.000 |
| ALL RETURNS. Total: | 0. | 0.000 | 1443. | .019 | 945. | -.003 | 105668. | 2.612 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS 01 - 8

Plan Y: CONFERENCE PROVISION #9

Data for: FEDERAL FILERS ONLY

INCREASED FLOOR UNDER MEDICAL DEDUCT

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.7 | -86.7 | 0.0 | 39.6 | 39.6 | 0.0 |
| 5000 (10000 | 228 | 58.6 | 52.6 | 52.6 | 395.2 | 395.2 | 0.0 | 203.1 | 203.1 | 0.0 |
| 10000 (15000 | 155 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 260.3 | 260.3 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.0 | 653.7 | 653.7 | 0.0 | 372.3 | 372.3 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 745.0 | 745.0 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1208.6 | 1208.6 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 578.8 | 578.8 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 158.0 | 158.0 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.1 | 50.1 | 0.0 |
| TOTALS | 1699 | 338.1 | 294.0 | 294.0 | 6129.7 | 6129.7 | 0.0 | 3615.9 | 3615.9 | 0.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.9 | 3.9 | 24.7 | 24.7 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 12.7 | 12.7 | 100.3 | 99.9 | 92.7 | 92.7 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.8 | 25.8 | 235.6 | 231.3 | 112.0 | 113.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 27.9 | 27.9 | 200.7 | 195.8 | 90.0 | 90.2 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 47.3 | 47.3 | 413.3 | 402.8 | 161.8 | 161.6 | .9 | .9 | 0.0 | 0.0 |
| 30000 (50000 | 53.9 | 53.9 | 545.0 | 539.7 | 167.8 | 167.8 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 333.5 | 331.6 | 60.6 | 60.6 | 1.2 | 1.2 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.7 | 84.7 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.1 | 62.1 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 199.0 | 199.0 | 1999.8 | 1972.6 | 742.0 | 743.2 | 8.1 | 8.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 6.1 | 6.1 | .0 | -1.1 | -1.1 | 0.0 | 5.0 | 5.0 | .0 |
| 10000 (15000 | 9.0 | 9.1 | .1 | -1.9 | -1.8 | .0 | 7.2 | 7.3 | .1 |
| 15000 (20000 | 14.9 | 15.1 | .2 | -1.2 | -1.2 | 0.0 | 14.6 | 14.9 | .2 |
| 20000 (30000 | 34.6 | 35.2 | .6 | 0.0 | 0.0 | 0.0 | 34.6 | 35.2 | .6 |
| 30000 (50000 | 67.7 | 68.1 | .4 | 0.0 | 0.0 | 0.0 | 67.7 | 68.1 | .4 |
| 50000 (100000 | 37.7 | 37.8 | .1 | -1.1 | -1.1 | .0 | 37.6 | 37.8 | .1 |
| 100000 (200000 | 12.8 | 12.8 | .0 | 0.0 | 0.0 | 0.0 | 12.8 | 12.8 | .0 |
| 200000 (***** | 4.6 | 4.6 | 0.0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | 0.0 |
| TOTALS | 188.4 | 189.9 | 1.5 | -2.3 | -2.3 | .0 | 186.1 | 187.6 | 1.5 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 8

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #9
INCREASED FLOOR UNDER MEDICAL DEDUCTData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1662. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14853. | .116 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12157. | .214 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22489. | .538 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 13714. | .412 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3969. | .131 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 70. | .003 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 68114. | 1.522 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1662. | .008 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14853. | .116 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12157. | .214 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22489. | .538 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 13714. | .412 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3969. | .131 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 70. | .003 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 68114. | 1.522 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTIONData for: FEDERAL FILERS ONLY
1387 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.7 | -86.7 | 0.0 | 39.6 | 39.7 | .1 |
| 5000 (10000 | 228 | 58.8 | 52.5 | 52.6 | 395.2 | 395.2 | 0.0 | 283.5 | 284.0 | .5 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 687.8 | 687.8 | 0.0 | 263.6 | 265.9 | 2.3 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.0 | 653.7 | 653.7 | 0.0 | 376.3 | 379.5 | 3.2 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1387.4 | 1387.4 | 0.0 | 755.4 | 763.8 | 8.3 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1213.9 | 1226.1 | 12.2 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 588.7 | 585.2 | 3.5 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 158.1 | 159.0 | .9 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.1 | 50.4 | .2 |
| TOTALS | 1699 | 338.1 | 284.0 | 284.0 | 6129.7 | 6129.7 | 0.0 | 3641.9 | 3673.6 | 31.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.9 | 3.6 | 24.7 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.7 | 10.0 | 99.9 | 99.3 | 92.7 | 92.7 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.8 | 25.6 | 231.3 | 228.3 | 113.0 | 113.7 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 27.9 | 24.9 | 195.8 | 193.2 | 90.2 | 90.2 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 47.3 | 46.7 | 402.8 | 394.3 | 161.8 | 162.0 | .9 | .9 | 0.0 | 0.0 |
| 30000 (50000 | 53.9 | 52.3 | 539.7 | 527.5 | 167.0 | 167.0 | 1.0 | 1.0 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 331.6 | 327.1 | 60.6 | 60.6 | 1.2 | 1.2 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.7 | 83.8 | 6.9 | 6.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.1 | 61.9 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 189.0 | 182.6 | 1972.6 | 1939.8 | 743.2 | 744.2 | 8.1 | 8.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | .0 | 0.0 | 0.0 | 0.0 | .9 | .9 | .0 |
| 5000 (10000 | 6.1 | 6.2 | .0 | -.1 | -.1 | 0.0 | 6.0 | 6.0 | .0 |
| 10000 (15000 | 9.1 | 9.1 | .1 | -1.8 | -1.8 | .0 | 7.3 | 7.4 | .1 |
| 15000 (20000 | 15.1 | 15.2 | .1 | -.2 | -.2 | 0.0 | 14.9 | 15.0 | .1 |
| 20000 (30000 | 35.2 | 35.0 | .5 | 0.0 | 0.0 | 0.0 | 35.2 | 35.0 | .5 |
| 30000 (50000 | 68.1 | 69.1 | 1.0 | 0.0 | 0.0 | 0.0 | 68.1 | 69.1 | 1.0 |
| 50000 (100000 | 37.8 | 38.2 | .4 | -.1 | -.1 | .0 | 37.8 | 38.1 | .4 |
| 100000 (200000 | 12.8 | 12.9 | .1 | 0.0 | 0.0 | 0.0 | 12.8 | 12.9 | .1 |
| 200000 (***** | 4.6 | 4.6 | .0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | .0 |
| TOTALS | 189.9 | 192.1 | 2.2 | -2.3 | -2.2 | .0 | 187.6 | 189.9 | 2.3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 9

Plan Y: CONFERENCE PROVISION #10

Data for: ALL RETURNS

REPEAL SALES TAX DEDUCTION

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 312. | .003 | 317. | .003 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4389. | .017 | 664. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16012. | .086 | 124. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14741. | .137 | 3058. | .031 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38394. | .541 | 651. | .016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 45560. | .986 | 1526. | .019 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14005. | .378 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 12. | -.000 | 1834. | .096 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 312. | .026 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 12. | -.000 | 136359. | 2.271 | 6340. | .070 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 312. | .003 | 317. | .003 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4389. | .017 | 664. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16012. | .086 | 124. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14741. | .137 | 3058. | .031 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 38394. | .541 | 651. | .016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 45560. | .986 | 1526. | .019 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14005. | .378 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 12. | -.000 | 1834. | .096 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 312. | .026 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 12. | -.000 | 136359. | 2.271 | 6340. | .070 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #11
REPEAL ITC

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.7 | -86.7 | 0.0 | 39.7 | 39.7 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.6 | 52.6 | 395.2 | 395.2 | 0.0 | 204.0 | 203.9 | -.1 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | .0 | 265.9 | 265.7 | -.2 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.0 | 653.7 | 653.7 | .0 | 379.5 | 378.7 | -.7 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 763.8 | 759.8 | -4.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | .0 | 1226.1 | 1223.7 | -2.4 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 585.2 | 581.7 | -3.5 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 159.0 | 157.6 | -1.4 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.4 | 50.1 | -.2 |
| TOTALS | 1699 | 338.1 | 284.0 | 284.0 | 6129.7 | 6129.7 | .0 | 3673.6 | 3661.1 | -12.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.0 | 10.0 | 99.3 | 99.4 | 92.7 | 92.7 | .2 | .2 | 0.0 | 0.2 |
| 10000 (15000 | 25.6 | 25.6 | 228.3 | 228.5 | 113.7 | 113.7 | 2.5 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 24.9 | 24.9 | 193.2 | 193.9 | 90.2 | 90.2 | 1.9 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.7 | 46.9 | 394.3 | 398.5 | 162.0 | 161.8 | .9 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.3 | 52.6 | 527.5 | 529.9 | 167.8 | 167.8 | 1.0 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 327.1 | 330.6 | 60.6 | 60.6 | 1.2 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 83.8 | 85.2 | 6.9 | 6.9 | .4 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.9 | 62.1 | 1.3 | 1.3 | .1 | .0 | 0.0 | 0.0 |
| TOTALS | 182.6 | 183.1 | 1939.8 | 1952.6 | 744.2 | 744.0 | 8.1 | 6.5 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | .0 | -.1 | -.1 | 0.0 | 6.0 | 6.0 | .0 |
| 10000 (15000 | 9.1 | 9.2 | .0 | -1.8 | -1.8 | 0.0 | 7.4 | 7.4 | .0 |
| 15000 (20000 | 15.2 | 15.5 | .2 | -.2 | -.2 | 0.0 | 15.0 | 15.2 | .2 |
| 20000 (30000 | 35.8 | 35.9 | .1 | 0.0 | 0.0 | 0.0 | 35.8 | 35.9 | .1 |
| 30000 (50000 | 69.1 | 69.2 | .1 | 0.0 | 0.0 | 0.0 | 69.1 | 69.2 | .1 |
| 50000 (100000 | 38.2 | 38.2 | -.0 | -.1 | -.1 | .0 | 38.1 | 38.1 | -.0 |
| 100000 (200000 | 12.9 | 13.0 | .1 | 0.0 | 0.0 | 0.0 | 12.9 | 13.0 | .1 |
| 200000 (***** | 4.6 | 4.6 | .0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | .0 |
| TOTALS | 192.1 | 192.6 | .5 | -2.2 | -2.2 | .0 | 189.9 | 190.4 | .5 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 10

Plan Y: CONFERENCE PROVISION #11

REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1075. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 954. | .002 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2678. | .050 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 4248. | -.051 | 352. | .025 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 4020. | -.074 | 541. | .120 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2377. | -.156 | 1044. | .127 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 607. | -.003 | 527. | .150 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 157. | -.017 | 72. | .019 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 11409. | -.382 | 7644. | .494 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 862. | .017 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 449. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1252. | .186 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1872. | .121 | 214. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 275. | .009 | 278. | .000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 4710. | .366 | 492. | .000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1937. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1403. | .035 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3930. | .236 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 4248. | -.051 | 2824. | .147 | 214. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 4024. | -.074 | 816. | .129 | 278. | .000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2377. | -.156 | 1044. | .127 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 607. | -.003 | 527. | .150 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 157. | -.017 | 72. | .019 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 11413. | -.382 | 12554. | .660 | 492. | .000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 11

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #12
EXPANDED EARNED INCOME CREDIT

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.7 | -86.7 | 0.0 | 39.7 | 39.7 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.6 | 52.6 | 395.2 | 395.2 | 0.0 | 283.9 | 284.0 | .1 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 265.7 | 266.8 | 1.1 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.0 | 653.7 | 653.7 | 0.0 | 378.7 | 378.7 | 0.0 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 759.8 | 759.8 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1223.7 | 1223.7 | 0.0 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 581.7 | 581.7 | 0.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 157.6 | 157.6 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.1 | 50.1 | 0.0 |
| TOTALS | 1699 | 338.1 | 284.0 | 284.0 | 6129.7 | 6129.7 | 0.0 | 3661.1 | 3662.3 | 1.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.0 | 10.0 | 99.4 | 99.3 | 92.7 | 92.7 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 25.6 | 228.5 | 227.5 | 113.7 | 113.7 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 24.9 | 24.9 | 193.9 | 193.9 | 90.2 | 90.2 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.9 | 46.9 | 398.5 | 398.5 | 161.8 | 161.8 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.6 | 52.6 | 529.9 | 529.9 | 167.8 | 167.8 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 330.6 | 330.6 | 60.6 | 60.6 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 85.2 | 85.2 | 6.9 | 6.9 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.1 | 62.1 | 1.3 | 1.3 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 183.1 | 183.1 | 1952.6 | 1951.4 | 744.0 | 744.0 | 6.5 | 6.5 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | .0 | -.1 | -.1 | 0.0 | 6.0 | 5.0 | .0 |
| 10000 (15000 | 9.2 | 9.2 | .0 | -1.8 | -1.8 | .0 | 7.4 | 7.4 | .0 |
| 15000 (20000 | 15.5 | 15.5 | 0.0 | -.2 | -.2 | 0.0 | 15.2 | 15.2 | 0.0 |
| 20000 (30000 | 35.9 | 35.9 | 0.0 | 0.0 | 0.0 | 0.0 | 35.9 | 35.9 | 0.0 |
| 30000 (50000 | 69.2 | 69.2 | 0.0 | 0.0 | 0.0 | 0.0 | 69.2 | 69.2 | 0.0 |
| 50000 (100000 | 38.2 | 38.2 | 0.0 | -.1 | -.1 | 0.0 | 38.1 | 38.1 | 0.0 |
| 100000 (200000 | 13.0 | 13.0 | 0.0 | 0.0 | 0.0 | 0.0 | 13.0 | 13.0 | 0.0 |
| 200000 (***** | 4.6 | 4.6 | 0.0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | 0.0 |
| TOTALS | 192.6 | 192.6 | .0 | -2.2 | -2.2 | .0 | 190.4 | 190.4 | .0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1090. | .032 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4604. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5694. | .034 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1090. | .032 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4604. | .032 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5694. | .034 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

Data for: FEDERAL FILERS ONLY

REPEAL POLITICAL CONTRIBUTION CREDIT

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 29.2 | -86.7 | -86.7 | 0.0 | 39.7 | 39.7 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 52.6 | 52.6 | 395.2 | 395.2 | 0.0 | 204.0 | 204.0 | -0.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 266.8 | 266.7 | -0.1 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.0 | 653.7 | 653.7 | 0.0 | 378.7 | 378.5 | -0.2 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 759.8 | 759.7 | -0.1 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1223.7 | 1223.4 | -0.3 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 581.7 | 581.5 | -0.2 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 157.6 | 157.6 | -0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.1 | 50.1 | -0.0 |
| TOTALS | 1699 | 338.1 | 284.0 | 284.0 | 6129.7 | 6129.7 | 0.0 | 3662.3 | 3661.3 | -1.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 48.9 | 48.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.0 | 10.0 | 99.3 | 99.3 | 92.7 | 92.7 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 25.6 | 227.5 | 227.5 | 113.7 | 113.7 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 24.9 | 24.9 | 193.9 | 194.2 | 90.2 | 90.2 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.9 | 46.9 | 398.5 | 398.5 | 161.8 | 161.8 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.6 | 52.6 | 529.9 | 530.2 | 167.8 | 167.8 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 330.6 | 330.8 | 60.6 | 60.6 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 85.2 | 85.2 | 6.9 | 6.9 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.1 | 62.1 | 1.3 | 1.3 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 183.1 | 183.1 | 1951.4 | 1952.4 | 744.0 | 744.0 | 6.5 | 6.5 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | -0.0 | -1.1 | -1.1 | 0.0 | 6.0 | 6.0 | -0.0 |
| 10000 (15000 | 9.2 | 9.2 | 0.0 | -1.8 | -1.8 | -0.0 | 7.4 | 7.4 | -0.0 |
| 15000 (20000 | 15.5 | 15.5 | -0.0 | -2.2 | -2.2 | 0.0 | 15.2 | 15.2 | -0.0 |
| 20000 (30000 | 35.9 | 35.9 | -0.0 | 0.0 | 0.0 | 0.0 | 35.9 | 35.9 | -0.0 |
| 30000 (50000 | 69.2 | 69.1 | -0.0 | 0.0 | 0.0 | 0.0 | 69.2 | 69.1 | -0.0 |
| 50000 (100000 | 38.2 | 38.1 | -0.0 | -1.1 | -1.1 | 0.0 | 38.1 | 38.1 | -0.0 |
| 100000 (200000 | 13.0 | 13.0 | -0.0 | 0.0 | 0.0 | 0.0 | 13.0 | 13.0 | -0.0 |
| 200000 (***** | 4.6 | 4.6 | -0.0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.6 | -0.0 |
| TOTALS | 192.6 | 192.6 | -0.1 | -2.2 | -2.2 | -0.0 | 190.4 | 190.3 | -0.1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 397. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2651. | -0.004 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 6750. | -0.014 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3399. | -0.002 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 4935. | -0.030 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2781. | -0.019 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 220. | -0.003 | 45. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 85. | -0.001 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 21217. | -0.073 | 45. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 397. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2651. | -0.004 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 6750. | -0.014 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3399. | -0.002 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 4935. | -0.030 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2781. | -0.019 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 220. | -0.003 | 45. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 85. | -0.001 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 21217. | -0.073 | 45. | 0.000 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 32.9 | -86.7 | -86.7 | 0.0 | 39.7 | 61.5 | 21.8 |
| 5000 (10000 | 228 | 58.8 | 52.6 | 53.1 | 395.2 | 395.2 | .0 | 284.0 | 227.4 | 23.3 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 266.7 | 266.4 | 13.6 |
| 15000 (20000 | 136 | 39.4 | 36.0 | 36.7 | 653.7 | 653.7 | 0.0 | 378.5 | 394.9 | 16.4 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 759.7 | 780.1 | 20.3 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1223.4 | 1256.2 | 32.8 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 581.5 | 596.7 | 15.2 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 157.6 | 159.5 | 1.9 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.1 | 50.5 | .4 |
| TOTALS | 1699 | 338.1 | 284.0 | 288.8 | 6129.7 | 6129.7 | .0 | 3661.3 | 3813.2 | 152.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 48.9 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.0 | 9.5 | 99.3 | 98.5 | 92.7 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 25.6 | 227.5 | 226.9 | 113.7 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 24.9 | 23.1 | 194.2 | 192.4 | 90.2 | 75.5 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.9 | 46.6 | 398.5 | 382.1 | 161.8 | 157.8 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.6 | 51.6 | 530.2 | 502.8 | 167.8 | 162.4 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 330.8 | 317.3 | 60.6 | 58.9 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 85.2 | 84.3 | 6.9 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.1 | 62.0 | 1.3 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 183.1 | 179.5 | 1952.4 | 1890.8 | 744.0 | 653.3 | 6.5 | 6.6 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | 1.5 | .6 | 0.0 | 0.0 | 0.0 | .9 | 1.5 | .6 |
| 5000 (10000 | 6.2 | 7.1 | .9 | -1 | -1 | 0.0 | 6.0 | 6.9 | .9 |
| 10000 (15000 | 9.2 | 9.8 | .6 | -1.8 | -1.5 | .3 | 7.4 | 8.2 | .8 |
| 15000 (20000 | 15.5 | 16.3 | .8 | -1.2 | -1.2 | 0.0 | 15.2 | 16.1 | .8 |
| 20000 (30000 | 35.9 | 37.2 | 1.3 | 0.0 | 0.0 | 0.0 | 35.9 | 37.2 | 1.3 |
| 30000 (50000 | 69.1 | 71.8 | 2.6 | 0.0 | 0.0 | 0.0 | 69.1 | 71.8 | 2.6 |
| 50000 (100000 | 38.1 | 39.5 | 1.3 | -1 | -1 | .0 | 38.1 | 39.4 | 1.3 |
| 100000 (200000 | 13.0 | 13.2 | .2 | 0.0 | 0.0 | 0.0 | 13.0 | 13.2 | .2 |
| 200000 (***** | 4.6 | 4.7 | .0 | 0.0 | 0.0 | 0.0 | 4.6 | 4.7 | .0 |
| TOTALS | 192.6 | 201.0 | 8.4 | -2.2 | -2.0 | .3 | 190.3 | 199.0 | 8.6 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHOSE CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 125. | .001 | 0. | 0.000 | 571. | .006 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 458. | .007 | 0. | 0.000 | 6630. | .052 | 532. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18051. | .442 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 638. | .008 | 209. | -.003 | 22551. | .780 | 1829. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 43842. | 1.221 | 424. | .008 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51021. | 2.632 | 1008. | .027 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15825. | 1.338 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1456. | .198 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .043 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 1220. | .016 | 209. | -.003 | 160224. | 6.711 | 3793. | .240 |
| ***** (5000 | 0. | 0.000 | 3326. | .064 | 0. | 0.000 | 21258. | .568 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 20361. | .833 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6163. | .388 | 1. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 819. | .059 | 70. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1013. | .003 | 92. | .000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 85. | .012 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 3326. | .064 | 0. | 0.000 | 49699. | 1.941 | 163. | .013 |
| ***** (5000 | 0. | 0.000 | 3451. | .066 | 0. | 0.000 | 21829. | .573 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 458. | .007 | 0. | 0.000 | 26991. | .885 | 532. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 24213. | .829 | 1. | .000 |
| 15000 (20000 | 0. | 0.000 | 638. | .008 | 209. | -.003 | 23371. | .838 | 1899. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 44856. | 1.304 | 517. | .016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51105. | 2.644 | 1008. | .027 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15825. | 1.338 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1456. | .198 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .043 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 4547. | .081 | 209. | -.003 | 209923. | 8.652 | 3956. | .253 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 14

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #15
INCREASED STANDARD DEDUCTION

Data for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 32.9 | 32.9 | -86.7 | -86.7 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 53.1 | 53.1 | 395.2 | 395.2 | 0.0 | 227.4 | 227.4 | .1 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 286.4 | 286.8 | .4 |
| 15000 (20000 | 136 | 39.4 | 36.7 | 36.7 | 653.7 | 653.7 | 0.0 | 394.9 | 396.6 | 1.7 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 780.1 | 780.3 | .3 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1256.2 | 1257.3 | 1.1 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 596.7 | 596.8 | .1 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 159.5 | 159.5 | 0.0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.5 | 50.5 | 0.0 |
| TOTALS | 1699 | 338.1 | 288.8 | 288.8 | 6129.7 | 6129.7 | 0.0 | 3813.2 | 3816.8 | 3.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 27.1 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 9.5 | 9.1 | 98.5 | 98.5 | 70.2 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 25.6 | 226.9 | 226.5 | 94.5 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 23.1 | 23.1 | 192.4 | 190.7 | 75.5 | 75.6 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.6 | 46.5 | 382.1 | 381.6 | 157.8 | 158.0 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 51.6 | 51.6 | 502.8 | 501.8 | 162.4 | 162.4 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 317.3 | 317.2 | 58.9 | 58.9 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.3 | 84.3 | 6.0 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.0 | 62.0 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 179.5 | 178.9 | 1890.8 | 1887.1 | 653.3 | 653.5 | 6.6 | 6.6 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.5 | 1.5 | 0.0 | 0.0 | 0.0 | 0.0 | 1.5 | 1.5 | 0.0 |
| 5000 (10000 | 7.1 | 7.1 | .0 | -.1 | -.1 | 0.0 | 6.9 | 6.9 | .0 |
| 10000 (15000 | 9.8 | 9.8 | 0.0 | -1.5 | -1.5 | .0 | 8.2 | 8.3 | .0 |
| 15000 (20000 | 16.3 | 16.4 | .1 | -.2 | -.2 | 0.0 | 16.1 | 16.2 | .1 |
| 20000 (30000 | 37.2 | 37.2 | .0 | 0.0 | 0.0 | 0.0 | 37.2 | 37.2 | .0 |
| 30000 (50000 | 71.8 | 71.9 | .1 | 0.0 | 0.0 | 0.0 | 71.8 | 71.9 | .1 |
| 50000 (100000 | 39.5 | 39.5 | .0 | -.1 | -.1 | 0.0 | 39.4 | 39.4 | .0 |
| 100000 (200000 | 13.2 | 13.2 | 0.0 | 0.0 | 0.0 | 0.0 | 13.2 | 13.2 | 0.0 |
| 200000 (***** | 4.7 | 4.7 | 0.0 | 0.0 | 0.0 | 0.0 | 4.7 | 4.7 | 0.0 |
| TOTALS | 201.0 | 201.2 | .2 | -2.0 | -2.0 | .0 | 199.0 | 199.2 | .2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 14

Plan Y: CONFERENCE PROVISION #15

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 458. | .001 | 458. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4045. | .015 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7777. | .098 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1344. | .026 | 92. | .000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .007 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 94. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15257. | .236 | 550. | .001 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 458. | .001 | 458. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4045. | .015 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7777. | .098 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1344. | .026 | 92. | .000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .007 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 94. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15257. | .236 | 550. | .001 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 32.9 | 32.9 | -86.7 | -86.7 | 0.0 | 61.5 | 61.5 | -0.0 |
| 5000 (10000 | 228 | 58.8 | 53.1 | 53.1 | 395.2 | 395.2 | 0.0 | 227.4 | 227.4 | -0.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 607.8 | 607.8 | 0.0 | 286.8 | 286.5 | -0.3 |
| 15000 (20000 | 136 | 39.4 | 36.7 | 36.7 | 653.7 | 653.7 | 0.0 | 396.6 | 397.3 | 0.7 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.5 | 1307.4 | 1307.4 | 0.0 | 780.3 | 783.4 | 3.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1916.6 | 0.0 | 1257.3 | 1280.0 | 22.8 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.5 | 972.6 | 972.6 | 0.0 | 596.8 | 615.0 | 18.2 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 249.5 | 0.0 | 159.5 | 166.1 | 6.7 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 113.5 | 0.0 | 50.5 | 54.2 | 3.6 |
| TOTALS | 1699 | 338.1 | 288.8 | 288.8 | 6129.7 | 6129.7 | 0.0 | 3816.8 | 3871.4 | 54.6 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.5 | 27.1 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 9.1 | 9.1 | 98.5 | 98.5 | 70.2 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 25.6 | 226.5 | 226.9 | 94.5 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 23.1 | 22.2 | 190.7 | 190.0 | 75.6 | 75.5 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.5 | 46.5 | 381.6 | 378.5 | 158.0 | 158.0 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 51.6 | 51.3 | 501.8 | 479.0 | 162.4 | 162.4 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.1 | 317.2 | 299.0 | 58.9 | 58.9 | .9 | .8 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 84.3 | 77.6 | 6.0 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 62.0 | 58.3 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 178.9 | 177.7 | 1887.1 | 1832.4 | 653.5 | 653.5 | 6.6 | 6.5 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.5 | 1.5 | -0.0 | 0.0 | 0.0 | 0.0 | 1.5 | 1.5 | -0.0 |
| 5000 (10000 | 7.1 | 7.1 | -0.0 | -0.1 | -0.1 | 0.0 | 6.9 | 6.9 | -0.0 |
| 10000 (15000 | 9.8 | 9.8 | -0.0 | -1.5 | -1.5 | -0.0 | 8.3 | 8.2 | -0.0 |
| 15000 (20000 | 16.4 | 16.5 | .1 | -0.2 | -0.2 | 0.0 | 16.2 | 16.2 | .0 |
| 20000 (30000 | 37.2 | 37.5 | .3 | 0.0 | 0.0 | 0.0 | 37.2 | 37.5 | .3 |
| 30000 (50000 | 71.9 | 73.8 | 1.9 | 0.0 | 0.0 | 0.0 | 71.9 | 73.8 | 1.9 |
| 50000 (100000 | 39.5 | 41.1 | 1.6 | -0.1 | -0.0 | .0 | 39.4 | 41.1 | 1.6 |
| 100000 (200000 | 13.2 | 13.9 | .7 | 0.0 | 0.0 | 0.0 | 13.2 | 13.9 | .7 |
| 200000 (***** | 4.7 | 5.1 | .4 | 0.0 | 0.0 | 0.0 | 4.7 | 5.1 | .4 |
| TOTALS | 201.2 | 206.2 | 5.0 | -2.0 | -2.0 | .0 | 199.2 | 204.2 | 5.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 81. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1823. | -0.003 | 2744. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 10079. | -0.016 | 803. | 0.002 | 1. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8187. | -0.024 | 9442. | 0.092 | 953. | 0.006 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 23374. | -0.071 | 20044. | 0.343 | 23. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2318. | -0.003 | 47462. | 1.918 | 276. | 0.014 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15588. | 1.637 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1378. | 0.697 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 192. | 0.397 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 45862. | -0.118 | 97652. | 5.087 | 1253. | 0.020 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 81. | -0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1823. | -0.003 | 2744. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 10079. | -0.016 | 803. | 0.002 | 1. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8187. | -0.024 | 9442. | 0.092 | 953. | 0.006 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 23374. | -0.071 | 20044. | 0.343 | 23. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2318. | -0.003 | 47462. | 1.918 | 276. | 0.014 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15588. | 1.637 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1378. | 0.697 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 192. | 0.397 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 45862. | -0.118 | 97652. | 5.087 | 1253. | 0.020 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 16

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #17
REPEAL CAPITAL GAINS EXCLUSIONData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 32.9 | 32.9 | -86.7 | -90.9 | -4.2 | 61.5 | 61.5 | -0.0 |
| 5000 (10000 | 228 | 58.8 | 53.1 | 53.1 | 395.2 | 396.2 | .9 | 227.4 | 227.9 | .6 |
| 10000 (15000 | 165 | 52.8 | 40.1 | 40.1 | 607.8 | 618.4 | 10.6 | 286.5 | 325.8 | 13.3 |
| 15000 (20000 | 136 | 39.4 | 36.7 | 36.2 | 653.7 | 659.5 | 5.7 | 397.3 | 424.7 | 7.5 |
| 20000 (30000 | 194 | 57.5 | 53.5 | 53.7 | 1307.4 | 1321.7 | 14.3 | 783.4 | 797.3 | 13.9 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1916.6 | 1932.4 | 15.8 | 1280.0 | 1295.4 | 15.4 |
| 50000 (100000 | 178 | 17.1 | 16.5 | 16.7 | 972.6 | 1006.1 | 33.5 | 615.0 | 653.7 | 38.7 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 249.5 | 259.2 | 19.7 | 166.1 | 189.4 | 23.2 |
| 200000 (***** | 69 | .4 | .4 | .4 | 113.5 | 139.8 | 26.3 | 54.2 | 84.0 | 29.8 |
| TOTALS | 1699 | 338.1 | 288.8 | 288.7 | 6129.7 | 6252.4 | 122.7 | 3871.4 | 4019.7 | 148.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.5 | 24.2 | 27.1 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 9.1 | 9.1 | 98.5 | 98.6 | 70.2 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.6 | 24.0 | 226.9 | 218.6 | 94.5 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 22.2 | 22.2 | 190.0 | 187.9 | 75.5 | 75.9 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.5 | 46.5 | 378.5 | 378.8 | 158.0 | 158.1 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 51.3 | 51.3 | 479.0 | 479.4 | 162.4 | 162.4 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.1 | 17.0 | 299.0 | 293.2 | 58.9 | 59.5 | .8 | .8 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 77.6 | 74.0 | 6.0 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 58.3 | 54.8 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 177.7 | 175.9 | 1832.4 | 1809.6 | 653.5 | 654.6 | 6.5 | 6.6 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.5 | 1.5 | -0.0 | 0.0 | 0.0 | 0.0 | 1.5 | 1.5 | -0.0 |
| 5000 (10000 | 7.1 | 7.1 | .0 | -0.1 | -0.1 | 0.0 | 6.9 | 6.9 | .0 |
| 10000 (15000 | 9.8 | 10.4 | .7 | -1.5 | -1.5 | .0 | 8.2 | 8.9 | .7 |
| 15000 (20000 | 16.5 | 16.9 | .4 | -0.2 | -0.3 | -0.0 | 16.2 | 16.6 | .4 |
| 20000 (30000 | 37.5 | 38.3 | .8 | 0.0 | 0.0 | 0.0 | 37.5 | 38.3 | .8 |
| 30000 (50000 | 73.8 | 75.0 | 1.2 | 0.0 | 0.0 | 0.0 | 73.8 | 75.0 | 1.2 |
| 50000 (100000 | 41.1 | 44.6 | 3.5 | -0.0 | -0.0 | 0.0 | 41.1 | 44.5 | 3.5 |
| 100000 (200000 | 13.9 | 16.3 | 2.4 | 0.0 | 0.0 | 0.0 | 13.9 | 16.3 | 2.4 |
| 200000 (***** | 5.1 | 8.3 | 3.2 | 0.0 | 0.0 | 0.0 | 5.1 | 8.3 | 3.2 |
| TOTALS | 206.2 | 218.4 | 12.2 | -2.0 | -2.0 | -0.0 | 204.2 | 216.4 | 12.2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 39. | 0.000 |
| 5000 (10000 | 2. | 2.000 | 0. | 0.000 | 0. | 0.000 | 1774. | .013 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5576. | .667 | 1636. | .639 |
| 15000 (20000 | 538. | -.028 | 111. | .289 | 538. | -.028 | 2428. | .349 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 214. | .201 | 299. | -.003 | 8027. | .778 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2086. | -.004 | 6636. | 1.144 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 188. | 1.659 | 348. | -.063 | 5418. | 3.533 | 62. | .042 |
| 100000 (200000 | 0. | 0.000 | 5. | .069 | 44. | -.006 | 1339. | 2.431 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 1. | .079 | 10. | -.001 | 254. | 3.232 | 0. | 0.000 |
| ITEMIZE. Total: | 638. | -.028 | 518. | 2.097 | 3425. | -.104 | 31452. | 12.146 | 1737. | .681 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1387. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1716. | .006 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 969. | .012 | 2. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1672. | .065 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1369. | .059 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 2. | .048 | 85. | -.000 | 51. | .049 | 2. | .046 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total: | 0. | 0.000 | 2. | .048 | 1391. | -.001 | 5777. | .190 | 2. | .046 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1387. | -.001 | 0. | 0.000 | 39. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3491. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6546. | .679 | 1636. | .639 |
| 15000 (20000 | 638. | -.028 | 111. | .289 | 638. | -.028 | 4100. | .414 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 214. | .201 | 299. | -.003 | 9396. | .837 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 2. | .048 | 2171. | -.004 | 6687. | 1.193 | 2. | .046 |
| 50000 (100000 | 0. | 0.000 | 188. | 1.659 | 348. | -.063 | 5418. | 3.533 | 62. | .042 |
| 100000 (200000 | 0. | 0.000 | 5. | .069 | 44. | -.006 | 1339. | 2.431 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 1. | .079 | 10. | -.001 | 254. | 3.232 | 0. | 0.000 |
| ALL RETURNS. Total: | 638. | -.028 | 520. | 2.145 | 4816. | -.105 | 37229. | 12.336 | 1739. | .725 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 32.9 | 32.9 | -90.9 | -90.9 | 0.0 | 61.5 | 61.5 | 0.0 |
| 5000 (10000 | 228 | 58.8 | 53.1 | 53.1 | 396.2 | 396.2 | 0.0 | 227.9 | 227.9 | 0.0 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 618.4 | 618.4 | 0.0 | 305.6 | 305.6 | 0.0 |
| 15000 (20000 | 136 | 39.4 | 36.2 | 36.2 | 659.5 | 659.5 | 0.0 | 404.7 | 404.3 | -0.5 |
| 20000 (30000 | 194 | 57.5 | 53.7 | 53.7 | 1321.7 | 1321.7 | 0.0 | 797.3 | 797.3 | 0.0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1932.4 | 1932.4 | 0.0 | 1295.4 | 1294.5 | -0.9 |
| 50000 (100000 | 178 | 17.1 | 16.7 | 16.7 | 1006.1 | 1006.1 | 0.0 | 653.7 | 646.7 | -7.0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 269.2 | 269.2 | 0.0 | 189.4 | 187.7 | -1.7 |
| 200000 (***** | 69 | .4 | .4 | .4 | 139.8 | 139.8 | 0.0 | 84.0 | 82.5 | -1.5 |
| TOTALS | 1699 | 338.1 | 288.7 | 288.7 | 6252.4 | 6252.4 | 0.0 | 4019.7 | 4008.2 | -11.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.2 | 24.2 | 27.1 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 3.1 | 3.1 | 98.6 | 98.6 | 70.2 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.0 | 24.0 | 218.6 | 218.6 | 94.5 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 22.2 | 22.2 | 187.9 | 188.4 | 75.9 | 75.9 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.5 | 46.5 | 378.8 | 378.8 | 158.1 | 158.1 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 51.3 | 51.3 | 479.4 | 480.4 | 162.4 | 162.3 | .3 | .3 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 293.2 | 300.2 | 59.5 | 59.5 | .8 | .8 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 74.0 | 75.7 | 6.0 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 54.8 | 56.2 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 175.9 | 175.9 | 1809.6 | 1821.2 | 654.6 | 654.5 | 6.6 | 6.6 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.5 | 1.5 | 0.0 | 0.0 | 0.0 | 0.0 | 1.5 | 1.5 | 0.0 |
| 5000 (10000 | 7.1 | 7.1 | 0.0 | -0.1 | -0.1 | 0.0 | 6.9 | 6.9 | 0.0 |
| 10000 (15000 | 10.4 | 10.4 | 0.0 | -1.5 | -1.5 | 0.0 | 8.9 | 8.9 | 0.0 |
| 15000 (20000 | 16.9 | 16.8 | -0.0 | -0.3 | -0.3 | 0.0 | 15.6 | 16.6 | 1.0 |
| 20000 (30000 | 38.3 | 38.3 | 0.0 | 0.0 | 0.0 | 0.0 | 38.3 | 38.3 | 0.0 |
| 30000 (50000 | 75.0 | 74.9 | -0.0 | 0.0 | 0.0 | 0.0 | 75.0 | 74.9 | -0.0 |
| 50000 (100000 | 44.6 | 44.0 | -0.6 | -0.0 | -0.0 | 0.0 | 44.5 | 44.0 | -0.5 |
| 100000 (200000 | 16.3 | 16.1 | -0.2 | 0.0 | 0.0 | 0.0 | 16.3 | 16.1 | -0.2 |
| 200000 (***** | 8.3 | 8.1 | -0.2 | 0.0 | 0.0 | 0.0 | 8.3 | 8.1 | -0.2 |
| TOTALS | 218.4 | 217.4 | -1.0 | -2.0 | -2.0 | 0.0 | 216.4 | 215.4 | -1.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 2.220 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 111. | -0.040 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 2.220 |
| 30000 (50000 | 42. | -0.034 | 0. | 0.000 | 411. | -0.043 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 941. | -0.582 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 689. | -0.184 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 119. | -0.160 | 0. | 0.000 | 0. | 2.220 |
| ITEMIZE, Total | 42. | -0.034 | 0. | 0.000 | 2270. | -1.008 | 0. | 0.000 | 0. | 2.220 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2. | 2.220 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 111. | -0.040 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 42. | -0.034 | 0. | 0.000 | 411. | -0.043 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 941. | -0.582 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 689. | -0.184 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 119. | -0.160 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 42. | -0.034 | 0. | 0.000 | 2270. | -1.008 | 0. | 0.000 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1967 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 32.9 | 32.9 | -90.9 | -90.9 | 0.0 | 61.6 | 61.6 | 0.0 |
| 5000 (12000 | 228 | 58.8 | 53.1 | 53.1 | 396.2 | 396.2 | 0.0 | 227.9 | 228.0 | .0 |
| 12000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 618.4 | 618.4 | 0.0 | 305.8 | 326.3 | .0 |
| 15000 (20000 | 135 | 39.4 | 36.2 | 36.2 | 659.5 | 659.5 | 0.0 | 404.3 | 424.8 | .0 |
| 20000 (30000 | 194 | 57.5 | 53.7 | 53.7 | 1321.7 | 1321.7 | 0.0 | 797.3 | 799.2 | .0 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1932.4 | 1932.4 | 0.0 | 1294.5 | 1295.9 | .0 |
| 50000 (100000 | 178 | 17.1 | 16.7 | 16.7 | 1006.1 | 1006.1 | 0.0 | 646.7 | 647.2 | .0 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 269.2 | 269.2 | 0.0 | 187.7 | 188.0 | .0 |
| 200000 (***** | 69 | .4 | .4 | .4 | 139.6 | 139.6 | 0.0 | 82.5 | 83.2 | .0 |
| TOTALS | 1599 | 338.1 | 288.7 | 288.7 | 6252.4 | 6252.4 | 0.0 | 4008.2 | 4014.0 | 5.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.6 | 3.6 | 24.2 | 24.2 | 27.1 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (12000 | 9.1 | 9.1 | 98.6 | 98.6 | 70.2 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 12000 (15000 | 24.0 | 24.0 | 218.6 | 218.0 | 94.5 | 94.5 | 2.4 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 22.2 | 22.2 | 188.4 | 187.9 | 75.9 | 75.9 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.5 | 46.5 | 378.8 | 377.0 | 158.1 | 158.1 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 51.3 | 51.3 | 480.4 | 479.0 | 162.3 | 162.3 | .0 | .0 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 300.2 | 299.7 | 59.5 | 59.5 | .8 | .6 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 75.7 | 75.5 | 6.0 | 6.0 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 56.2 | 55.5 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 175.9 | 175.9 | 1821.2 | 1815.4 | 654.5 | 654.5 | 6.5 | 6.5 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.5 | 1.5 | 0.0 | 0.0 | 0.0 | 0.0 | 1.5 | 1.5 | 0.0 |
| 5000 (12000 | 7.1 | 7.1 | .0 | -1.1 | -1.1 | 0.0 | 6.9 | 6.9 | .0 |
| 12000 (15000 | 18.4 | 18.5 | .0 | -1.5 | -1.5 | .0 | 8.9 | 8.9 | .0 |
| 15000 (20000 | 16.8 | 16.9 | .0 | -1.3 | -1.3 | .0 | 16.6 | 16.6 | .0 |
| 20000 (30000 | 38.3 | 38.4 | .1 | 0.0 | 0.0 | 0.0 | 38.3 | 38.4 | .1 |
| 30000 (50000 | 74.9 | 75.0 | .1 | 0.0 | 0.0 | 0.0 | 74.9 | 75.0 | .1 |
| 50000 (100000 | 44.0 | 44.0 | .0 | -1.0 | -1.0 | .0 | 44.0 | 44.0 | .0 |
| 100000 (200000 | 16.1 | 16.1 | .0 | 0.0 | 0.0 | 0.0 | 16.1 | 16.1 | .0 |
| 200000 (***** | 8.1 | 8.2 | .1 | 0.0 | 0.0 | 0.0 | 8.1 | 8.2 | .1 |
| TOTALS | 217.4 | 217.8 | .4 | -2.0 | -2.0 | .0 | 215.4 | 215.8 | .4 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Data for: ALL RETURNS

1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|-------------------------------------------|-------------------------------------------------|-------------------------------------------|----------------------------------------|-------------------------------------------|------------------------------------|-------------------------------------------|-----------------------------------------------------|-----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | | NUMBER OF RETURNS (UNITS) | | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | |
| | AMOUNT OF TAX DECREASE (\$ MIL.) | AMOUNT OF TAX INCREASE (\$ MIL.) | AMOUNT OF TAX DECREASE (\$ MIL.) | AMOUNT OF TAX INCREASE (\$ MIL.) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL.) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL.) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL.) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2111. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17322. | .022 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16166. | .028 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 32988. | .122 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 228. | -.001 | 38642. | .113 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 20. | -.000 | 15415. | .039 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1142. | .027 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 350. | .076 | 0. | 0.000 |
| ITEMIZE, Total: | 0. | 0.000 | 0. | 0.000 | 248. | -.001 | 124157. | .428 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total: | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2111. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17322. | .022 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16166. | .028 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 32988. | .122 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 228. | -.001 | 38642. | .113 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 20. | -.000 | 15415. | .039 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1142. | .027 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 350. | .076 | 0. | 0.000 |
| ALL RETURNS, Total: | 0. | 0.000 | 0. | 0.000 | 248. | -.001 | 124157. | .428 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1987 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 365 | 56.3 | 29.2 | 32.9 | -156.1 | -90.9 | 65.2 | 39.8 | 61.3 | 21.7 |
| 5000 (10000 | 228 | 58.8 | 52.0 | 53.1 | 385.1 | 396.2 | 11.0 | 198.5 | 228.2 | 29.5 |
| 10000 (15000 | 165 | 52.0 | 40.1 | 40.1 | 585.4 | 618.4 | 33.0 | 256.4 | 306.3 | 49.9 |
| 15000 (20000 | 136 | 39.4 | 35.1 | 36.2 | 632.5 | 659.5 | 27.0 | 360.7 | 404.8 | 44.2 |
| 20000 (30000 | 194 | 57.5 | 53.4 | 53.7 | 1288.9 | 1321.7 | 32.8 | 723.9 | 799.2 | 75.3 |
| 30000 (50000 | 241 | 54.7 | 53.6 | 53.6 | 1877.3 | 1932.4 | 55.1 | 1181.1 | 1295.3 | 114.6 |
| 50000 (100000 | 178 | 17.1 | 16.3 | 16.7 | 936.2 | 1006.1 | 69.9 | 557.6 | 647.2 | 89.6 |
| 100000 (200000 | 123 | 2.0 | 2.0 | 2.0 | 244.4 | 269.2 | 24.9 | 154.7 | 188.0 | 33.3 |
| 200000 (***** | 69 | .4 | .4 | .4 | 110.2 | 139.8 | 29.6 | 47.2 | 83.2 | 36.0 |
| TOTALS | 1699 | 338.1 | 282.0 | 288.7 | 5903.9 | 6252.4 | 348.4 | 3519.7 | 4014.0 | 494.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 3.8 | 3.6 | 24.4 | 24.2 | 48.9 | 27.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.9 | 9.1 | 95.0 | 98.6 | 92.5 | 70.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.0 | 24.0 | 218.5 | 218.0 | 110.7 | 94.5 | 2.5 | 2.4 | 0.0 | 0.0 |
| 15000 (20000 | 25.9 | 22.2 | 195.7 | 187.9 | 89.7 | 75.9 | 1.9 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 46.3 | 46.5 | 419.3 | 377.0 | 160.9 | 158.1 | .8 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 53.6 | 51.3 | 537.9 | 479.0 | 167.7 | 162.3 | 1.0 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 17.0 | 17.0 | 321.5 | 299.7 | 59.8 | 59.5 | 1.1 | .8 | 0.0 | 0.0 |
| 100000 (200000 | 2.0 | 2.0 | 82.9 | 75.5 | 6.9 | 6.0 | .4 | .2 | 0.0 | 0.0 |
| 200000 (***** | .4 | .4 | 61.7 | 55.5 | 1.2 | 1.0 | .1 | .0 | 0.0 | 0.0 |
| TOTALS | 180.9 | 175.9 | 1956.9 | 1815.4 | 738.4 | 654.5 | 8.0 | 6.6 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.5 | .6 | 0.0 | 0.0 | 0.0 | 1.0 | 1.5 | .6 |
| 5000 (10000 | 6.0 | 7.1 | 1.1 | -.1 | -.1 | 0.0 | 5.8 | 6.9 | 1.1 |
| 10000 (15000 | 8.9 | 10.5 | 1.6 | -1.9 | -1.5 | .4 | 7.0 | 8.9 | 2.0 |
| 15000 (20000 | 14.4 | 16.9 | 2.4 | -.2 | -.3 | -.0 | 14.2 | 16.6 | 2.4 |
| 20000 (30000 | 33.5 | 38.4 | 4.9 | 0.0 | 0.0 | 0.0 | 33.5 | 38.4 | 4.9 |
| 30000 (50000 | 65.6 | 75.0 | 9.4 | 0.0 | 0.0 | 0.0 | 65.6 | 75.0 | 9.4 |
| 50000 (100000 | 36.2 | 44.0 | 7.9 | -.1 | -.0 | .0 | 36.1 | 44.0 | 7.9 |
| 100000 (200000 | 12.5 | 16.1 | 3.7 | 0.0 | 0.0 | 0.0 | 12.5 | 16.1 | 3.7 |
| 200000 (***** | 4.3 | 8.2 | 3.9 | 0.0 | 0.0 | 0.0 | 4.3 | 8.2 | 3.9 |
| TOTALS | 182.3 | 217.8 | 35.5 | -2.4 | -2.0 | .4 | 179.9 | 215.8 | 35.9 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1987 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1987 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 125. | .001 | 0. | 0.000 | 802. | .003 | 356. | .002 |
| 5000 (10000 | 0. | 0.000 | 1084. | .016 | 0. | 0.000 | 3176. | .070 | 1492. | .028 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 21079. | 1.454 | 1750. | .640 |
| 15000 (20000 | 0. | 0.000 | 940. | .001 | 847. | -.022 | 23815. | 1.733 | 5118. | .095 |
| 20000 (30000 | 0. | 0.000 | 265. | .002 | 7. | -.001 | 43947. | 4.614 | 851. | .030 |
| 30000 (50000 | 0. | 0.000 | 1. | .001 | 56. | -.000 | 52603. | 3.192 | 2417. | .077 |
| 50000 (100000 | 0. | 0.000 | 461. | 1.637 | 93. | -.022 | 16918. | 7.841 | 62. | .053 |
| 100000 (200000 | 0. | 0.000 | 0. | .056 | 25. | -.005 | 1970. | 3.673 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 9. | .475 | 18. | -.006 | 342. | 3.905 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 2893. | 2.269 | 1047. | -.057 | 164653. | 32.486 | 12045. | .904 |
| ***** (5000 | 0. | 0.000 | 3326. | .064 | 519. | -.018 | 22155. | .576 | 135. | .020 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1040. | -.002 | 28102. | 1.057 | 3633. | .150 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 916. | -.005 | 6238. | .502 | 800. | .035 |
| 15000 (20000 | 0. | 0.000 | 111. | .249 | 819. | -.003 | 4835. | .710 | 1377. | .236 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 405. | -.001 | 6176. | .332 | 956. | .048 |
| 30000 (50000 | 0. | 0.000 | 25. | .196 | 0. | 0.000 | 501. | .243 | 131. | .004 |
| 50000 (100000 | 0. | 0.000 | 7. | .075 | 0. | 0.000 | 7. | .075 | 33. | .075 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 3468. | .584 | 3700. | -.029 | 70114. | 3.496 | 7064. | .503 |
| ***** (5000 | 0. | 0.000 | 3451. | .066 | 519. | -.018 | 22957. | .579 | 491. | .004 |
| 5000 (10000 | 0. | 0.000 | 1084. | .016 | 1040. | -.002 | 31278. | 1.127 | 5125. | .150 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 916. | -.005 | 29317. | 1.956 | 2550. | .076 |
| 15000 (20000 | 0. | 0.000 | 1050. | .330 | 1666. | -.025 | 28651. | 2.444 | 5495. | .361 |
| 20000 (30000 | 0. | 0.000 | 265. | .002 | 412. | -.003 | 50123. | 4.947 | 1606. | .073 |
| 30000 (50000 | 0. | 0.000 | 25. | .197 | 56. | -.000 | 53204. | 3.436 | 2540. | .032 |
| 50000 (100000 | 0. | 0.000 | 468. | 1.712 | 93. | -.022 | 16925. | 7.916 | 55. | .120 |
| 100000 (200000 | 0. | 0.000 | 0. | .056 | 25. | -.005 | 1970. | 3.673 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 9. | .475 | 18. | -.006 | 342. | 3.905 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 6361. | 2.853 | 4747. | -.086 | 234766. | 35.982 | 13110. | 1.707 |

State Tax Liability for Montana

**1988 Levels of Income
1988 Tax Law**

Policy Economics Group Personal Income Tax Model

STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSION

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -129.1 | -128.7 | .4 | 41.0 | 41.1 | .1 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.2 | 377.4 | 378.0 | .5 | 181.9 | 182.3 | .4 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 518.0 | 519.6 | .8 | 222.2 | 222.6 | .4 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 673.5 | 674.9 | 1.3 | 367.7 | 368.8 | 1.1 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 53.8 | 1324.1 | 1325.6 | 1.4 | 762.1 | 763.2 | 1.1 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1981.9 | 1983.0 | 1.1 | 1251.4 | 1252.2 | .8 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 957.3 | 958.4 | 1.1 | 590.7 | 591.4 | .7 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 260.5 | 260.8 | .3 | 162.7 | 162.9 | .2 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 110.0 | 110.0 | .1 | 48.0 | 48.9 | .8 |
| TOTALS | 1699 | 334.0 | 277.9 | 277.9 | 6074.6 | 6081.6 | 7.0 | 3628.5 | 3633.4 | 4.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.6 | 2.6 | 20.6 | 20.6 | 39.0 | 39.0 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 98.1 | 98.3 | 97.3 | 97.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 201.4 | 201.4 | 95.6 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 217.8 | 218.1 | 91.3 | 91.3 | 1.0 | 1.0 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 425.1 | 425.4 | 162.9 | 163.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 553.5 | 553.7 | 100.1 | 100.1 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 314.7 | 315.0 | 63.1 | 63.1 | 1.0 | 1.0 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 90.5 | 90.6 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 59.9 | 59.9 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 184.7 | 184.7 | 1981.6 | 1983.1 | 738.9 | 739.2 | 8.3 | 8.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | .9 | .0 | 0.0 | 0.0 | 0.0 | .9 | .9 | .0 |
| 5000 (10000 | 5.3 | 5.3 | .0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | .0 |
| 10000 (15000 | 7.1 | 7.1 | .0 | -2.0 | -2.0 | .0 | 5.1 | 5.2 | .0 |
| 15000 (20000 | 14.1 | 14.1 | .1 | -.2 | -.2 | 0.0 | 13.9 | 13.9 | .1 |
| 20000 (30000 | 34.6 | 34.6 | .1 | 0.0 | 0.0 | 0.0 | 34.6 | 34.6 | .1 |
| 30000 (50000 | 67.7 | 67.8 | .1 | 0.0 | 0.0 | 0.0 | 67.7 | 67.8 | .1 |
| 50000 (100000 | 36.4 | 36.5 | .1 | -.0 | -.0 | 0.0 | 36.4 | 36.4 | .1 |
| 100000 (200000 | 12.9 | 12.9 | .0 | 0.0 | 0.0 | 0.0 | 12.9 | 12.9 | .0 |
| 200000 (++++++) | 4.5 | 4.5 | .0 | 0.0 | 0.0 | 0.0 | 4.5 | 4.5 | .0 |
| TOTALS | 183.4 | 183.7 | .3 | -2.4 | -2.4 | .0 | 181.0 | 181.3 | .3 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4222. | .017 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8806. | .048 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8350. | .050 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12717. | .059 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8009. | .051 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 1564. | .021 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .004 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 45334. | .251 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1769. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3044. | .007 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 288. | .001 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 839. | .006 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 98. | -.000 | 2299. | .016 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 686. | .006 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 98. | -.000 | 8925. | .038 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1769. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4443. | .007 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4510. | .019 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9647. | .053 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 98. | -.000 | 10650. | .065 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13404. | .065 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8009. | .051 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 1564. | .021 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 265. | .004 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 100. | -.000 | 54260. | .288 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X ABI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMP

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -128.7 | -128.7 | .0 | 41.1 | 41.1 | -.0 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.2 | 378.0 | 378.0 | .0 | 182.3 | 181.6 | -.7 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.6 | 519.6 | -.0 | 222.6 | 222.0 | -.6 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 674.9 | 674.9 | -.0 | 368.8 | 367.8 | -1.0 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 53.8 | 1325.6 | 1325.6 | 0.0 | 763.2 | 763.2 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1983.0 | 1983.0 | 0.0 | 1252.2 | 1252.2 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 958.4 | 958.4 | 0.0 | 591.4 | 591.4 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 260.8 | 260.8 | 0.0 | 162.9 | 162.9 | 0.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 110.0 | 110.0 | 0.0 | 48.9 | 48.9 | 0.0 |
| TOTALS | 1699 | 334.0 | 277.9 | 277.9 | 6081.6 | 6081.6 | -.0 | 3633.4 | 3631.1 | -2.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.6 | 2.9 | 20.6 | 20.6 | 39.8 | 39.8 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 98.3 | 99.0 | 97.4 | 97.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 201.4 | 202.1 | 95.9 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 218.1 | 219.1 | 91.3 | 91.3 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 425.4 | 425.4 | 163.0 | 163.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 553.7 | 553.7 | 180.1 | 180.1 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 315.0 | 315.0 | 63.1 | 63.1 | 1.0 | 1.0 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 90.6 | 90.6 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 59.9 | 59.9 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 184.7 | 185.0 | 1983.1 | 1985.4 | 739.2 | 739.2 | 8.3 | 8.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | .9 | -.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | -.0 |
| 5000 (10000 | 5.3 | 5.2 | -.0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | -.0 |
| 10000 (15000 | 7.1 | 7.1 | -.0 | -2.0 | -2.0 | -.0 | 5.2 | 5.1 | -.0 |
| 15000 (20000 | 14.1 | 14.1 | -.0 | -.2 | -.2 | 0.0 | 13.9 | 13.9 | -.0 |
| 20000 (30000 | 34.6 | 34.6 | 0.0 | 0.0 | 0.0 | 0.0 | 34.6 | 34.6 | 0.0 |
| 30000 (50000 | 67.8 | 67.8 | 0.0 | 0.0 | 0.0 | 0.0 | 67.8 | 67.8 | 0.0 |
| 50000 (100000 | 36.5 | 36.5 | 0.0 | -.0 | -.0 | 0.0 | 36.4 | 36.4 | 0.0 |
| 100000 (200000 | 12.9 | 12.9 | 0.0 | 0.0 | 0.0 | 0.0 | 12.9 | 12.9 | 0.0 |
| 200000 (++++++) | 4.5 | 4.5 | 0.0 | 0.0 | 0.0 | 0.0 | 4.5 | 4.5 | 0.0 |
| TOTALS | 183.7 | 183.6 | -.1 | -2.4 | -2.4 | -.0 | 181.3 | 181.2 | -.1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISION #1

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION #2
TAX ALL UNEMPLOYMENT COMPData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1399. | -.012 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3398. | -.019 | 2425. | .002 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3052. | -.039 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 7849. | -.071 | 2425. | .002 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 322. | -.000 | 0. | 0.000 | 322. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 322. | -.000 | 0. | 0.000 | 322. | -.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 322. | -.000 | 0. | 0.000 | 322. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1399. | -.012 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3398. | -.019 | 2425. | .002 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3052. | -.039 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 8171. | -.071 | 2425. | .002 | 322. | -.000 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 921. | -.001 | 19. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 7187. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 16500. | -.100 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 29621. | -.497 | 1456. | .026 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 14368. | -.451 | 51. | .004 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1002. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 238. | -.019 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 69918. | -1.109 | 1526. | .030 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 921. | -.001 | 19. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 7187. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 16500. | -.100 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 29621. | -.497 | 1456. | .026 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 14368. | -.451 | 51. | .004 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1002. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 238. | -.019 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 69918. | -1.109 | 1526. | .030 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3
REPEAL TWO-EARNER DEDUCTIONData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 29.2 | 29.2 | -128.7 | -128.7 | -.0 | 41.1 | 41.1 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.2 | 378.0 | 378.0 | -.0 | 181.6 | 181.6 | -.0 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.6 | 519.6 | .0 | 222.0 | 222.0 | -.0 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 674.9 | 674.9 | .0 | 367.8 | 367.7 | -.1 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 53.8 | 1325.6 | 1325.6 | .0 | 763.2 | 761.4 | -1.8 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1983.0 | 1983.0 | .0 | 1252.2 | 1245.3 | -6.9 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 958.4 | 958.4 | -.0 | 591.4 | 585.8 | -5.6 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 268.8 | 268.8 | -.0 | 162.9 | 162.5 | -.4 |
| 200000 (***** | 74 | .3 | .3 | .3 | 110.0 | 110.0 | -.0 | 48.9 | 48.7 | -.2 |
| TOTALS | 1699 | 334.0 | 277.9 | 277.9 | 6061.6 | 6061.6 | .0 | 3631.1 | 3616.1 | -14.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 2.9 | 2.9 | 20.6 | 20.6 | 39.8 | 39.8 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 99.0 | 99.0 | 97.4 | 97.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 202.1 | 202.1 | 95.9 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 219.1 | 219.2 | 91.3 | 91.3 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 425.4 | 427.2 | 163.0 | 163.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 553.7 | 568.6 | 180.1 | 180.1 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 315.0 | 320.6 | 63.1 | 63.1 | 1.0 | 1.0 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 90.6 | 90.9 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 59.9 | 60.1 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 185.0 | 185.0 | 1985.4 | 2000.4 | 739.2 | 739.2 | 8.3 | 8.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 5.2 | 5.2 | 0.0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | 0.0 |
| 10000 (15000 | 7.1 | 7.1 | -.0 | -2.0 | -2.0 | 0.0 | 5.1 | 5.1 | -.0 |
| 15000 (20000 | 14.1 | 14.1 | -.0 | -.2 | -.2 | 0.0 | 13.9 | 13.9 | -.0 |
| 20000 (30000 | 34.6 | 34.5 | -.1 | 0.0 | 0.0 | 0.0 | 34.6 | 34.5 | -.1 |
| 30000 (50000 | 67.8 | 67.3 | -.5 | 0.0 | 0.0 | 0.0 | 67.8 | 67.3 | -.5 |
| 50000 (100000 | 36.5 | 36.0 | -.4 | -.0 | -.0 | -.0 | 36.4 | 36.0 | -.4 |
| 100000 (200000 | 12.9 | 12.8 | -.0 | 0.0 | 0.0 | 0.0 | 12.9 | 12.8 | -.0 |
| 200000 (***** | 4.5 | 4.5 | -.0 | 0.0 | 0.0 | 0.0 | 4.5 | 4.5 | -.0 |
| TOTALS | 183.6 | 182.6 | -1.1 | -2.4 | -2.4 | -.0 | 181.2 | 180.2 | -1.1 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 04
RESTRICT IRA DEDUCTIONData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -128.7 | -128.7 | 0.0 | 41.1 | 41.1 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.2 | 378.0 | 378.0 | 0.0 | 181.6 | 181.6 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.6 | 519.6 | 0.0 | 222.0 | 222.0 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 674.9 | 674.9 | 0.0 | 367.7 | 367.7 | 0.0 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 53.8 | 1325.6 | 1325.8 | .3 | 761.4 | 761.5 | .1 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1983.0 | 1992.3 | 9.4 | 1245.3 | 1252.2 | 6.8 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 958.4 | 967.5 | 9.1 | 585.0 | 591.8 | 5.9 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 260.8 | 262.5 | 1.7 | 162.5 | 163.6 | 1.1 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 110.0 | 110.4 | .4 | 48.7 | 48.9 | .3 |
| TOTALS | 1699 | 334.0 | 277.9 | 277.9 | 6061.6 | 6102.4 | 20.8 | 3616.1 | 3630.4 | 14.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.9 | 2.9 | 20.6 | 20.6 | 39.8 | 39.8 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 99.0 | 99.0 | 97.4 | 97.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 202.1 | 202.1 | 95.9 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 219.2 | 219.2 | 91.3 | 91.3 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 427.2 | 427.2 | 163.0 | 163.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 560.6 | 563.2 | 180.1 | 180.1 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 320.6 | 323.4 | 63.1 | 63.1 | 1.0 | 1.0 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 90.9 | 91.5 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.1 | 60.2 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 185.0 | 185.0 | 2000.4 | 2006.4 | 739.2 | 739.2 | 8.3 | 8.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | .9 | 0.0 | 0.0 | 0.0 | 0.0 | .9 | .9 | 0.0 |
| 5000 (10000 | 5.2 | 5.2 | 0.0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | 0.0 |
| 10000 (15000 | 7.1 | 7.1 | 0.0 | -2.0 | -2.0 | 0.0 | 5.1 | 5.1 | 0.0 |
| 15000 (20000 | 14.1 | 14.1 | 0.0 | -.2 | -.2 | 0.0 | 13.9 | 13.9 | 0.0 |
| 20000 (30000 | 34.5 | 34.6 | .0 | 0.0 | 0.0 | 0.0 | 34.5 | 34.6 | .0 |
| 30000 (50000 | 67.3 | 67.9 | .6 | 0.0 | 0.0 | 0.0 | 67.3 | 67.9 | .6 |
| 50000 (100000 | 36.0 | 36.5 | .5 | -.0 | -.0 | 0.0 | 36.0 | 36.5 | .5 |
| 100000 (200000 | 12.8 | 13.0 | .1 | 0.0 | 0.0 | 0.0 | 12.8 | 13.0 | .1 |
| 200000 (++++++) | 4.5 | 4.5 | .0 | 0.0 | 0.0 | 0.0 | 4.5 | 4.5 | .0 |
| TOTALS | 182.6 | 183.8 | 1.2 | -2.4 | -2.4 | 0.0 | 180.2 | 181.4 | 1.2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 134. | .004 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5170. | .561 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5251. | .483 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 732. | .114 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 160. | .026 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11446. | 1.188 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 134. | .004 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5170. | .561 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5251. | .483 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 732. | .114 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 160. | .026 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11446. | 1.188 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS 01 - 4

Plan Y: CONFERENCE PROVISION #5

Data for: FEDERAL FILERS ONLY

DEPRECIATION PROVISION

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -128.7 | -129.1 | -.5 | 41.1 | 41.1 | -.0 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.2 | 378.0 | 377.8 | -.2 | 181.6 | 181.6 | -.0 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.6 | 519.6 | -.1 | 222.0 | 222.0 | -.0 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 674.9 | 674.8 | -.1 | 367.7 | 367.7 | -.0 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 53.8 | 1325.8 | 1325.5 | -.3 | 761.5 | 761.2 | -.3 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1992.3 | 1992.2 | -.2 | 1252.2 | 1252.1 | -.1 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 967.5 | 967.2 | -.3 | 591.8 | 591.6 | -.2 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 262.5 | 262.4 | -.1 | 163.6 | 163.6 | -.1 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 110.4 | 110.4 | -.1 | 48.9 | 48.9 | -.0 |
| TOTALS | 1699 | 334.0 | 277.9 | 277.9 | 6102.4 | 6100.6 | -1.7 | 3630.4 | 3629.6 | -.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.9 | 2.9 | 20.6 | 20.6 | 39.8 | 39.8 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 99.0 | 98.9 | 97.4 | 97.3 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 202.1 | 202.1 | 95.9 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 219.2 | 219.2 | 91.3 | 91.3 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 427.2 | 427.2 | 163.0 | 163.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 563.2 | 563.1 | 100.1 | 100.1 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 323.4 | 323.3 | 63.1 | 63.1 | 1.0 | 1.0 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 91.5 | 91.5 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.2 | 60.2 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 185.0 | 185.0 | 2006.4 | 2006.0 | 739.2 | 739.2 | 8.3 | 8.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | .9 | .0 | 0.0 | 0.0 | 0.0 | .9 | .9 | .0 |
| 5000 (10000 | 5.2 | 5.2 | -.0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | -.0 |
| 10000 (15000 | 7.1 | 7.1 | -.0 | -2.0 | -2.0 | 0.0 | 5.1 | 5.1 | -.0 |
| 15000 (20000 | 14.1 | 14.1 | -.0 | -.2 | -.2 | 0.0 | 13.9 | 13.9 | -.0 |
| 20000 (30000 | 34.6 | 34.5 | -.0 | 0.0 | 0.0 | 0.0 | 34.6 | 34.5 | -.0 |
| 30000 (50000 | 67.9 | 67.9 | -.0 | 0.0 | 0.0 | 0.0 | 67.9 | 67.9 | -.0 |
| 50000 (100000 | 36.5 | 36.5 | -.0 | -.0 | -.0 | -.0 | 36.5 | 36.4 | -.0 |
| 100000 (200000 | 13.0 | 12.9 | -.0 | 0.0 | 0.0 | 0.0 | 13.0 | 12.9 | -.0 |
| 200000 (++++++) | 4.5 | 4.5 | -.0 | 0.0 | 0.0 | 0.0 | 4.5 | 4.5 | -.0 |
| TOTALS | 183.8 | 183.7 | -.0 | -2.4 | -2.4 | -.0 | 181.4 | 181.3 | -.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 4

Plan Y: CONFERENCE PROVISION #5

DEPRECIATION PROVISION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 322. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 2079. | -.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 19. | -.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 3014. | -.001 | 11. | .000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 12308. | -.013 | 1296. | .010 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11127. | -.007 | 66. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7510. | -.013 | 1. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1317. | -.004 | 4. | .000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 250. | -.004 | 24. | .000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 37624. | -.042 | 1727. | .011 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 464. | -.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 4721. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2479. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1504. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2530. | -.003 | 298. | .001 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 647. | -.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 12346. | -.006 | 298. | .001 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 464. | -.000 | 322. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 6001. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2498. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4518. | -.002 | 11. | .000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 14838. | -.016 | 1596. | .011 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11774. | -.007 | 66. | .000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 7510. | -.013 | 1. | .000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1317. | -.004 | 4. | .000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 250. | -.004 | 24. | .000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 49970. | -.049 | 2025. | .012 | 0. | 0.000 |

Policy Economics Group Personal Income Tax Model

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISION 01 - 5

Plan Y: CONFERENCE PROVISION #6

LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -129.1 | -109.4 | 19.7 | 41.1 | 43.2 | 2.1 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.5 | 377.8 | 379.0 | 1.1 | 181.6 | 181.7 | .2 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.6 | 519.7 | .1 | 222.0 | 222.1 | .1 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 674.8 | 684.0 | 9.3 | 367.7 | 371.4 | 3.7 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 54.0 | 1325.5 | 1326.7 | 1.2 | 761.2 | 762.3 | 1.1 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1992.2 | 1998.5 | 6.3 | 1252.1 | 1254.8 | 2.7 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 967.2 | 988.2 | 21.0 | 591.6 | 606.9 | 15.3 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 262.4 | 264.4 | 2.0 | 163.6 | 164.8 | 1.2 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 118.4 | 114.7 | 4.3 | 48.9 | 52.0 | 3.1 |
| TOTALS | 1699 | 334.0 | 277.9 | 278.6 | 6100.6 | 6165.8 | 65.1 | 3629.6 | 3659.0 | 29.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.9 | 3.0 | 20.6 | 23.0 | 39.8 | 39.8 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 6.2 | 98.9 | 99.7 | 97.3 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 23.3 | 202.1 | 202.1 | 95.9 | 95.9 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 29.6 | 219.2 | 222.4 | 91.3 | 91.4 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 47.9 | 427.2 | 427.2 | 163.0 | 163.1 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 54.5 | 563.1 | 565.9 | 100.1 | 100.2 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 323.3 | 329.2 | 63.1 | 63.2 | 1.0 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 91.5 | 92.2 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.2 | 61.4 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 185.0 | 184.9 | 2006.0 | 2023.1 | 739.2 | 739.9 | 8.3 | 8.4 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | 1.1 | .2 | 0.0 | 0.0 | 0.0 | .9 | 1.1 | .2 |
| 5000 (10000 | 5.2 | 5.2 | .0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | .0 |
| 10000 (15000 | 7.1 | 7.1 | .0 | -2.0 | -2.0 | 0.0 | 5.1 | 5.2 | .0 |
| 15000 (20000 | 14.1 | 14.4 | .3 | -.2 | -.2 | 0.0 | 13.9 | 14.2 | .3 |
| 20000 (30000 | 34.5 | 34.6 | .1 | 0.0 | 0.0 | 0.0 | 34.5 | 34.6 | .1 |
| 30000 (50000 | 67.9 | 68.0 | .2 | 0.0 | 0.0 | 0.0 | 67.9 | 68.0 | .2 |
| 50000 (100000 | 36.5 | 37.7 | 1.2 | -.0 | -.0 | 0.0 | 36.4 | 37.7 | 1.2 |
| 100000 (200000 | 12.9 | 13.1 | .1 | 0.0 | 0.0 | 0.0 | 12.9 | 13.1 | .1 |
| 200000 (++++++) | 4.5 | 4.8 | .3 | 0.0 | 0.0 | 0.0 | 4.5 | 4.8 | .3 |
| TOTALS | 183.7 | 186.1 | 2.4 | -2.4 | -2.4 | 0.0 | 181.3 | 183.7 | 2.4 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 5

Plan Y: CONFERENCE PROVISION #6

LIMIT PASSIVE LOSSES

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 157. | .011 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 174. | .046 | 0. | 0.000 | 174. | .046 | 190. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 24. | .062 | 0. | 0.000 | 479. | .123 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 51. | .097 | 0. | 0.000 | 1051. | 1.233 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 | 258. | .117 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 150. | .323 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 252. | .205 | 0. | 0.000 | 2270. | 1.854 | 190. | 0.000 |
| ***** (5000 | 0. | 0.000 | 32. | .194 | 0. | 0.000 | 32. | .194 | 32. | .194 |
| 5000 (10000 | 0. | 0.000 | 304. | .003 | 0. | 0.000 | 304. | .003 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 453. | .007 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 41. | .275 | 0. | 0.000 | 41. | .275 | 41. | .275 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51. | .004 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 6. | .057 | 0. | 0.000 | 6. | .057 | 6. | .057 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 383. | .529 | 0. | 0.000 | 806. | .540 | 79. | .525 |
| ***** (5000 | 0. | 0.000 | 32. | .194 | 0. | 0.000 | 32. | .194 | 32. | .194 |
| 5000 (10000 | 0. | 0.000 | 304. | .003 | 0. | 0.000 | 304. | .003 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 453. | .007 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 41. | .275 | 0. | 0.000 | 190. | .286 | 41. | .275 |
| 20000 (30000 | 0. | 0.000 | 174. | .046 | 0. | 0.000 | 224. | .051 | 190. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 30. | .119 | 0. | 0.000 | 485. | .100 | 6. | .057 |
| 50000 (100000 | 0. | 0.000 | 51. | .097 | 0. | 0.000 | 1051. | 1.233 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 3. | .000 | 0. | 0.000 | 258. | .117 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 150. | .323 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 635. | .734 | 0. | 0.000 | 3156. | 2.394 | 269. | .525 |

Policy Economics Group Personal Income Tax Model

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 07
EMPLOYEE, MOVING, & MISC DEDUCTIONSData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -109.4 | -108.1 | 1.3 | 43.2 | 43.3 | .1 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 379.8 | 388.1 | 9.1 | 181.7 | 184.8 | 3.1 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 519.7 | 532.6 | 12.9 | 222.1 | 225.6 | 3.5 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 684.0 | 720.5 | 36.4 | 371.4 | 376.8 | 5.4 |
| 20000 (30000 | 192 | 57.9 | 54.0 | 54.0 | 1326.7 | 1344.6 | 17.9 | 762.3 | 774.5 | 12.2 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1998.5 | 2034.1 | 35.7 | 1254.8 | 1268.0 | 13.3 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 988.2 | 997.0 | 8.7 | 606.9 | 611.9 | 5.1 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 264.4 | 267.5 | 3.1 | 164.8 | 165.3 | .6 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.7 | 114.9 | .2 | 52.0 | 52.9 | .9 |
| TOTALS | 1699 | 334.0 | 278.6 | 278.6 | 6165.0 | 6291.2 | 125.4 | 3659.0 | 3703.2 | 44.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 3.0 | 3.0 | 23.0 | 23.2 | 39.8 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 8.8 | 99.7 | 105.8 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 24.7 | 202.1 | 210.4 | 95.9 | 96.8 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 30.7 | 222.4 | 252.4 | 91.4 | 91.6 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 47.9 | 48.6 | 427.2 | 431.7 | 163.1 | 163.4 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 55.0 | 565.9 | 587.2 | 188.2 | 188.2 | .9 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 329.2 | 333.2 | 63.2 | 63.2 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 92.2 | 94.8 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 61.4 | 60.7 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 184.9 | 191.3 | 2023.1 | 2099.5 | 739.9 | 741.4 | 8.4 | 8.4 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | .0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | .0 |
| 5000 (10000 | 5.2 | 5.4 | .1 | -.2 | -.2 | 0.0 | 5.1 | 5.2 | .1 |
| 10000 (15000 | 7.1 | 7.2 | .1 | -2.0 | -1.9 | .0 | 5.2 | 5.3 | .1 |
| 15000 (20000 | 14.4 | 14.6 | .2 | -.2 | -.2 | 0.0 | 14.2 | 14.4 | .2 |
| 20000 (30000 | 34.6 | 35.3 | .7 | 0.0 | 0.0 | 0.0 | 34.6 | 35.3 | .7 |
| 30000 (50000 | 68.0 | 69.0 | 1.0 | 0.0 | 0.0 | 0.0 | 68.0 | 69.0 | 1.0 |
| 50000 (100000 | 37.7 | 38.1 | .4 | -.0 | -.0 | .0 | 37.7 | 38.0 | .4 |
| 100000 (200000 | 13.1 | 13.1 | .1 | 0.0 | 0.0 | 0.0 | 13.1 | 13.1 | .1 |
| 200000 (++++++) | 4.8 | 4.9 | .1 | 0.0 | 0.0 | 0.0 | 4.8 | 4.9 | .1 |
| TOTALS | 186.1 | 188.7 | 2.6 | -2.4 | -2.4 | .0 | 183.7 | 186.4 | 2.7 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 6

Plan Y: CONFERENCE PROVISION #7

EMPLOYEE, MOVING, & MISC DEDUCTIONS

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 58. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1406. | .011 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10417. | .075 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 17268. | .161 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1319. | -.013 | 34454. | .641 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 539. | -.017 | 38261. | .981 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1677. | -.038 | 12937. | .398 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 120. | -.017 | 1204. | .068 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 278. | .093 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 3659. | -.085 | 116267. | 2.438 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 697. | .003 | 84. | .002 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2985. | .099 | 2576. | .087 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1922. | .067 | 1368. | .048 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1193. | .053 | 1046. | .017 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1795. | .088 | 725. | .036 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 264. | -.007 | 136. | .008 | 565. | -.002 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 264. | -.007 | 8729. | .319 | 6363. | .187 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 747. | .005 | 84. | .002 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4391. | .110 | 2576. | .087 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12340. | .142 | 1368. | .048 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 18453. | .215 | 1046. | .017 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1319. | -.013 | 36249. | .729 | 725. | .036 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 803. | -.024 | 38397. | .989 | 565. | -.002 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1677. | -.038 | 12937. | .398 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 120. | -.017 | 1204. | .068 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 278. | .093 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 3923. | -.092 | 124996. | 2.749 | 6363. | .187 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS 01 - 7

Plan Y: CONFERENCE PROVISION 00

Data for: FEDERAL FILERS ONLY

LIMIT NON-BUS INTEREST DEDUCTIONS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -100.1 | -100.2 | -.1 | 43.3 | 43.3 | .0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 388.1 | 387.7 | -.3 | 184.8 | 186.0 | 1.2 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.6 | 532.4 | -.2 | 225.6 | 226.7 | 1.1 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 720.5 | 719.7 | -.8 | 376.8 | 387.1 | 10.3 |
| 20000 (30000 | 192 | 57.9 | 54.0 | 54.6 | 1344.6 | 1341.0 | -3.7 | 774.5 | 790.0 | 23.5 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2034.1 | 2030.7 | -3.5 | 1268.0 | 1289.7 | 21.7 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 997.0 | 995.8 | -1.2 | 611.9 | 619.5 | 7.6 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.5 | 267.3 | -.2 | 165.3 | 166.2 | .9 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.9 | 114.8 | -.1 | 52.9 | 53.1 | .3 |
| TOTALS | 1699 | 334.0 | 278.6 | 279.2 | 6291.2 | 6281.1 | -10.0 | 3703.2 | 3769.6 | 66.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 3.0 | 3.0 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 105.8 | 104.2 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.7 | 24.7 | 210.4 | 208.7 | 96.8 | 97.2 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 30.7 | 30.7 | 252.4 | 241.2 | 91.6 | 91.7 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.6 | 48.6 | 431.7 | 403.2 | 163.4 | 164.7 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 55.0 | 55.0 | 587.2 | 562.1 | 180.2 | 180.2 | .0 | .0 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 333.2 | 324.5 | 63.2 | 63.2 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 94.8 | 93.7 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.7 | 60.4 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 191.3 | 191.3 | 2099.5 | 2021.3 | 741.4 | 743.2 | 8.4 | 8.4 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | .0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | .0 |
| 5000 (10000 | 5.4 | 5.4 | .0 | -.2 | -.2 | 0.0 | 5.2 | 5.2 | .0 |
| 10000 (15000 | 7.2 | 7.3 | .0 | -1.9 | -1.9 | 0.0 | 5.3 | 5.3 | .0 |
| 15000 (20000 | 14.6 | 15.0 | .4 | -.2 | -.2 | 0.0 | 14.4 | 14.8 | .4 |
| 20000 (30000 | 35.3 | 36.6 | 1.3 | 0.0 | 0.0 | 0.0 | 35.3 | 36.6 | 1.3 |
| 30000 (50000 | 69.0 | 70.7 | 1.7 | 0.0 | 0.0 | 0.0 | 69.0 | 70.7 | 1.7 |
| 50000 (100000 | 38.1 | 38.6 | .6 | -.0 | -.0 | .0 | 38.0 | 38.6 | .6 |
| 100000 (200000 | 13.1 | 13.2 | .1 | 0.0 | 0.0 | 0.0 | 13.1 | 13.2 | .1 |
| 200000 (++++++) | 4.9 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 4.9 | 5.0 | .0 |
| TOTALS | 188.7 | 192.9 | 4.1 | -2.4 | -2.4 | .0 | 186.4 | 190.5 | 4.1 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X ABI

PROVISIONS 01 - 7

Plan Y: CONFERENCE PROVISION 00

Data for: ALL RETURNS

LIMIT NON-BUS INTEREST DEDUCTIONS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .024 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1400. | .028 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14680. | .399 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 631. | .029 | 0. | 0.000 | 37012. | 1.271 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1401. | -.000 | 37533. | 1.715 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 15825. | .576 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1201. | .009 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 202. | .028 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 632. | .029 | 1401. | -.000 | 109934. | 4.130 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .024 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1400. | .028 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14680. | .399 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 631. | .029 | 0. | 0.000 | 37012. | 1.271 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1401. | -.000 | 37533. | 1.715 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 15825. | .576 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1201. | .009 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 202. | .028 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 632. | .029 | 1401. | -.000 | 109934. | 4.130 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 8

Income Classifier: FEDERAL PLAN X A61

Plan Y: CONFERENCE PROVISION 09
INCREASED FLOOR UNDER MEDICAL DEDUCT

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -106.2 | -106.2 | 0.0 | 43.3 | 43.3 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 186.0 | 186.4 | .5 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 226.7 | 229.8 | 3.1 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 719.7 | 719.7 | 0.0 | 387.1 | 392.9 | 5.8 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.6 | 1341.0 | 1341.0 | 0.0 | 798.0 | 809.2 | 11.3 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1289.7 | 1295.4 | 5.7 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 619.5 | 620.9 | 1.4 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 166.2 | 166.3 | .0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.1 | 53.1 | 0.0 |
| TOTALS | 1699 | 334.0 | 279.2 | 279.2 | 6281.1 | 6281.1 | 0.0 | 3769.6 | 3797.3 | 27.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 3.0 | 3.0 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 104.2 | 103.8 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.7 | 24.7 | 208.7 | 204.6 | 97.2 | 98.2 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 38.7 | 38.7 | 241.2 | 235.2 | 91.7 | 91.9 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 48.6 | 47.2 | 403.2 | 391.9 | 164.7 | 164.7 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 55.0 | 55.0 | 562.1 | 556.4 | 180.2 | 180.2 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 324.5 | 323.1 | 63.2 | 63.2 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 93.7 | 93.6 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 68.4 | 68.4 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 191.3 | 189.9 | 2021.3 | 1992.3 | 743.2 | 744.5 | 8.4 | 8.4 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | 0.0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | 0.0 |
| 5000 (10000 | 5.4 | 5.4 | .0 | -.2 | -.2 | 0.0 | 5.2 | 5.2 | .0 |
| 10000 (15000 | 7.3 | 7.3 | .1 | -1.9 | -1.9 | .0 | 5.3 | 5.4 | .1 |
| 15000 (20000 | 15.0 | 15.3 | .3 | -.2 | -.2 | 0.0 | 14.8 | 15.0 | .3 |
| 20000 (30000 | 36.6 | 37.3 | .7 | 0.0 | 0.0 | 0.0 | 36.6 | 37.3 | .7 |
| 30000 (50000 | 70.7 | 71.2 | .4 | 0.0 | 0.0 | 0.0 | 70.7 | 71.2 | .4 |
| 50000 (100000 | 38.6 | 38.8 | .1 | -.0 | -.0 | .0 | 38.6 | 38.7 | .1 |
| 100000 (200000 | 13.2 | 13.2 | .0 | 0.0 | 0.0 | 0.0 | 13.2 | 13.2 | .0 |
| 200000 (++++++) | 5.0 | 5.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | 0.0 |
| TOTALS | 192.9 | 194.5 | 1.6 | -2.4 | -2.3 | .1 | 190.5 | 192.2 | 1.7 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISION #1 - 8

Plan Y: CONFERENCE PROVISION #9

INCREASED FLOOR UNDER MEDICAL DEDUCT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .010 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13073. | .117 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14942. | .273 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22386. | .720 | 1419. | .077 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12696. | .438 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2707. | .111 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 61. | .003 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 67944. | 1.672 | 1419. | .077 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2079. | .010 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13073. | .117 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14942. | .273 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 22386. | .720 | 1419. | .077 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12696. | .438 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2707. | .111 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 61. | .003 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 67944. | 1.672 | 1419. | .077 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTIONData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -108.2 | -108.2 | 0.0 | 43.3 | 43.3 | .0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 186.4 | 186.8 | .4 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 229.8 | 232.2 | 2.4 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 719.7 | 719.7 | 0.0 | 392.9 | 396.0 | 3.1 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.6 | 1341.0 | 1340.9 | -.0 | 809.2 | 817.8 | 8.6 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1295.4 | 1308.7 | 13.3 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 620.9 | 626.3 | 5.4 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 166.3 | 167.3 | 1.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.1 | 53.4 | .2 |
| TOTALS | 1699 | 334.0 | 279.2 | 279.2 | 6281.1 | 6281.1 | -.0 | 3797.3 | 3831.8 | 34.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 3.0 | 2.4 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 103.8 | 103.4 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.7 | 24.5 | 204.6 | 201.5 | 98.2 | 99.0 | 2.6 | 2.6 | 0.0 | 0.0 |
| 15000 (20000 | 38.7 | 29.0 | 235.2 | 232.1 | 91.9 | 91.9 | 1.8 | 1.8 | 0.0 | 0.0 |
| 20000 (30000 | 47.2 | 46.5 | 391.9 | 383.4 | 164.7 | 164.7 | 1.4 | 1.4 | 0.0 | 0.0 |
| 30000 (50000 | 55.0 | 55.0 | 556.4 | 543.1 | 180.2 | 180.2 | .8 | .8 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 323.1 | 317.7 | 63.2 | 63.2 | 1.1 | 1.1 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 93.6 | 92.6 | 7.6 | 7.6 | .4 | .4 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.4 | 60.1 | 1.3 | 1.3 | .1 | .1 | 0.0 | 0.0 |
| TOTALS | 189.9 | 186.6 | 1992.3 | 1957.1 | 744.5 | 745.2 | 8.4 | 8.4 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | .0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | .0 |
| 5000 (10000 | 5.4 | 5.4 | .0 | -.2 | -.2 | 0.0 | 5.2 | 5.2 | .0 |
| 10000 (15000 | 7.3 | 7.4 | .1 | -1.9 | -1.9 | .0 | 5.4 | 5.5 | .1 |
| 15000 (20000 | 15.3 | 15.4 | .2 | -.2 | -.2 | 0.0 | 15.0 | 15.2 | .2 |
| 20000 (30000 | 37.3 | 37.9 | .5 | 0.0 | 0.0 | 0.0 | 37.3 | 37.9 | .5 |
| 30000 (50000 | 71.2 | 72.2 | 1.0 | 0.0 | 0.0 | 0.0 | 71.2 | 72.2 | 1.0 |
| 50000 (100000 | 38.8 | 39.2 | .5 | -.0 | -.0 | .0 | 38.7 | 39.2 | .5 |
| 100000 (200000 | 13.2 | 13.3 | .1 | 0.0 | 0.0 | 0.0 | 13.2 | 13.3 | .1 |
| 200000 (++++++) | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 194.5 | 196.9 | 2.4 | -2.3 | -2.3 | .0 | 192.2 | 194.6 | 2.4 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 010
REPEAL SALES TAX DEDUCTIONData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 326. | .000 | 636. | .000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2900. | .013 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14609. | .009 | 183. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19093. | .167 | 1691. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1165. | -.018 | 37976. | .568 | 735. | .014 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2474. | -.012 | 44343. | 1.036 | 70. | .002 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 40. | -.001 | 16185. | .466 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1800. | .104 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 270. | .026 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 3678. | -.031 | 137661. | 2.468 | 3315. | .024 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 326. | .000 | 636. | .000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2900. | .013 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 14609. | .009 | 183. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19093. | .167 | 1691. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1165. | -.018 | 37976. | .568 | 735. | .014 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 2474. | -.012 | 44343. | 1.036 | 70. | .002 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 40. | -.001 | 16185. | .466 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1800. | .104 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 270. | .026 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 3678. | -.031 | 137661. | 2.468 | 3315. | .024 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 10

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 011
REPEAL ITCData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -108.2 | -108.2 | 0.0 | 43.3 | 43.3 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 186.8 | 186.7 | -.1 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 232.2 | 232.0 | -.2 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 719.7 | 719.7 | .0 | 396.0 | 394.5 | -1.5 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.6 | 1340.9 | 1340.9 | 0.0 | 817.8 | 811.4 | -6.4 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | .0 | 1308.7 | 1306.0 | -2.7 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | .0 | 626.3 | 621.4 | -4.8 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 167.3 | 165.4 | -1.9 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.4 | 53.1 | -.3 |
| TOTALS | 1699 | 334.0 | 279.2 | 279.2 | 6281.1 | 6281.1 | .0 | 3831.8 | 3813.9 | -17.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.4 | 2.4 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 103.4 | 103.5 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 201.5 | 201.7 | 99.0 | 99.0 | 2.6 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 29.0 | 29.1 | 232.1 | 233.6 | 91.9 | 91.9 | 1.8 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 46.5 | 48.1 | 383.4 | 390.0 | 164.7 | 164.5 | 1.4 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 55.0 | 55.6 | 543.1 | 545.8 | 180.2 | 180.2 | .8 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 317.7 | 322.6 | 63.2 | 63.2 | 1.1 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 92.6 | 94.5 | 7.6 | 7.6 | .4 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.1 | 60.4 | 1.3 | 1.3 | .1 | .0 | 0.0 | 0.0 |
| TOTALS | 186.6 | 189.0 | 1957.1 | 1975.3 | 745.2 | 745.0 | 8.4 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | 0.0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | 0.0 |
| 5000 (10000 | 5.4 | 5.4 | .0 | -.2 | -.2 | 0.0 | 5.2 | 5.3 | .0 |
| 10000 (15000 | 7.4 | 7.4 | .0 | -1.9 | -1.9 | 0.0 | 5.5 | 5.6 | .0 |
| 15000 (20000 | 15.4 | 15.7 | .2 | -.2 | -.2 | 0.0 | 15.2 | 15.4 | .2 |
| 20000 (30000 | 37.9 | 38.0 | .1 | 0.0 | 0.0 | 0.0 | 37.9 | 38.0 | .1 |
| 30000 (50000 | 72.2 | 72.2 | -.0 | 0.0 | 0.0 | 0.0 | 72.2 | 72.2 | -.0 |
| 50000 (100000 | 39.2 | 39.2 | -.0 | -.0 | -.0 | .0 | 39.2 | 39.1 | -.0 |
| 100000 (200000 | 13.3 | 13.3 | .0 | 0.0 | 0.0 | 0.0 | 13.3 | 13.3 | .0 |
| 200000 (++++++) | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 196.9 | 197.3 | .4 | -2.3 | -2.3 | .0 | 194.6 | 195.0 | .4 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 10

Plan Y: CONFERENCE PROVISION #11

REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1111. | .001 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 618. | -.001 | 2924. | .054 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3112. | -.023 | 2110. | .025 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 3297. | -.062 | 291. | .045 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 4020. | -.229 | 1005. | .180 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 557. | -.118 | 451. | .155 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 100. | -.021 | 88. | .023 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 11704. | -.455 | 8061. | .484 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 857. | .022 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 841. | .042 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 925. | .159 | 84. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2812. | .133 | 1659. | .016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 423. | -.007 | 246. | .011 | 666. | .004 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 423. | -.007 | 5681. | .367 | 2410. | .025 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1968. | .024 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 841. | .042 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 618. | -.001 | 3849. | .213 | 84. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3112. | -.023 | 4922. | .159 | 1659. | .016 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 3720. | -.069 | 537. | .056 | 666. | .004 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 4020. | -.229 | 1005. | .180 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 557. | -.118 | 451. | .155 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 100. | -.021 | 88. | .023 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 12127. | -.461 | 13743. | .851 | 2410. | .025 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -100.2 | -100.2 | 0.0 | 43.3 | 43.3 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 186.7 | 187.2 | .5 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 232.0 | 234.5 | 2.5 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 719.7 | 719.7 | 0.0 | 394.5 | 394.6 | .1 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.6 | 1340.9 | 1340.9 | 0.0 | 811.4 | 811.4 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1306.0 | 1306.0 | 0.0 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 621.4 | 621.4 | 0.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 165.4 | 165.4 | 0.0 |
| 200000 (+++++ | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.1 | 53.1 | 0.0 |
| TOTALS | 1699 | 334.0 | 279.2 | 279.2 | 6281.1 | 6281.1 | 0.0 | 3813.9 | 3816.9 | 3.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++ (5000 | 2.4 | 2.4 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 103.5 | 103.0 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 201.7 | 199.2 | 99.0 | 99.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 29.1 | 29.1 | 233.6 | 233.5 | 91.9 | 91.9 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 390.0 | 390.0 | 164.5 | 164.5 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 55.6 | 55.6 | 545.8 | 545.8 | 180.2 | 180.2 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 322.6 | 322.6 | 63.2 | 63.2 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 94.5 | 94.5 | 7.6 | 7.6 | .2 | .2 | 0.0 | 0.0 |
| 200000 (+++++ | .3 | .3 | 60.4 | 60.4 | 1.3 | 1.3 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 189.0 | 189.0 | 1975.3 | 1972.2 | 745.0 | 745.0 | 6.2 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++ (5000 | 1.1 | 1.1 | 0.0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | 0.0 |
| 5000 (10000 | 5.4 | 5.4 | .0 | -.2 | -.2 | 0.0 | 5.3 | 5.3 | .0 |
| 10000 (15000 | 7.4 | 7.5 | .1 | -1.9 | -1.9 | .0 | 5.6 | 5.6 | .1 |
| 15000 (20000 | 15.7 | 15.7 | .0 | -.2 | -.2 | 0.0 | 15.4 | 15.4 | .0 |
| 20000 (30000 | 38.0 | 38.0 | 0.0 | 0.0 | 0.0 | 0.0 | 38.0 | 38.0 | 0.0 |
| 30000 (50000 | 72.2 | 72.2 | 0.0 | 0.0 | 0.0 | 0.0 | 72.2 | 72.2 | 0.0 |
| 50000 (100000 | 39.2 | 39.2 | 0.0 | -.0 | -.0 | 0.0 | 39.1 | 39.1 | 0.0 |
| 100000 (200000 | 13.3 | 13.3 | 0.0 | 0.0 | 0.0 | 0.0 | 13.3 | 13.3 | 0.0 |
| 200000 (+++++ | 5.0 | 5.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | 0.0 |
| TOTALS | 197.3 | 197.4 | .1 | -2.3 | -2.3 | .0 | 195.0 | 195.1 | .1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

EXPANDED EARNED INCOME CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .014 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4985. | .071 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 472. | .001 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6855. | .086 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .014 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4985. | .071 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 472. | .001 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6855. | .086 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 12

Plan Y: CONFERENCE PROVISION 013

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 29.2 | -106.2 | -106.2 | 0.0 | 43.3 | 43.3 | 0.0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 187.2 | 187.2 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 234.5 | 234.4 | -.1 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 37.4 | 719.7 | 719.7 | 0.0 | 394.6 | 394.3 | -.3 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.6 | 1340.9 | 1340.9 | 0.0 | 811.4 | 811.3 | -.0 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1306.0 | 1305.5 | -.5 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 621.4 | 621.2 | -.2 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 165.4 | 165.4 | -.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.1 | 53.1 | -.0 |
| TOTALS | 1699 | 334.0 | 279.2 | 279.2 | 6281.1 | 6281.1 | 0.0 | 3816.9 | 3815.8 | -1.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.4 | 2.4 | 23.2 | 23.2 | 39.9 | 39.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.8 | 103.0 | 103.0 | 97.5 | 97.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 199.2 | 199.3 | 99.0 | 99.0 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 29.1 | 29.1 | 233.5 | 233.8 | 91.9 | 91.9 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 48.1 | 390.0 | 390.1 | 164.5 | 164.5 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 55.6 | 55.6 | 545.8 | 546.3 | 180.2 | 180.2 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 322.6 | 322.8 | 63.2 | 63.2 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 94.5 | 94.5 | 7.6 | 7.6 | .2 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.4 | 60.4 | 1.3 | 1.3 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 189.0 | 189.0 | 1972.2 | 1973.4 | 745.0 | 745.0 | 6.2 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.1 | 0.0 | 0.0 | 0.0 | 0.0 | 1.1 | 1.1 | 0.0 |
| 5000 (10000 | 5.4 | 5.4 | 0.0 | -.2 | -.2 | 0.0 | 5.3 | 5.3 | 0.0 |
| 10000 (15000 | 7.5 | 7.5 | -.0 | -1.9 | -1.9 | -.0 | 5.6 | 5.6 | -.0 |
| 15000 (20000 | 15.7 | 15.7 | .0 | -.2 | -.2 | 0.0 | 15.4 | 15.4 | .0 |
| 20000 (30000 | 38.0 | 38.0 | -.0 | 0.0 | 0.0 | 0.0 | 38.0 | 38.0 | -.0 |
| 30000 (50000 | 72.2 | 72.1 | -.0 | 0.0 | 0.0 | 0.0 | 72.2 | 72.1 | -.0 |
| 50000 (100000 | 39.2 | 39.2 | -.0 | -.0 | -.0 | 0.0 | 39.1 | 39.1 | -.0 |
| 100000 (200000 | 13.3 | 13.3 | -.0 | 0.0 | 0.0 | 0.0 | 13.3 | 13.3 | -.0 |
| 200000 (++++++) | 5.0 | 5.0 | -.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | -.0 |
| TOTALS | 197.4 | 197.3 | -.1 | -2.3 | -2.3 | -.0 | 195.1 | 195.0 | -.1 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 12

Plan Y: CONFERENCE PROVISION #13

REPEAL POLITICAL CONTRIBUTION CREDIT

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3292. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4560. | -.009 | 2143. | .011 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3942. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 6368. | -.039 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2582. | -.016 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 328. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 57. | -.001 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 21129. | -.074 | 2143. | .011 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 0. | 0.000 | 1. | -.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 0. | 0.000 | 1. | -.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3292. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4561. | -.009 | 2143. | .011 | 1. | -.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 3942. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 6368. | -.039 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 2582. | -.016 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 328. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 57. | -.001 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 21130. | -.074 | 2143. | .011 | 1. | -.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 81 - 13

Plan Y: CONFERENCE PROVISION 814

MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 30.6 | -100.2 | -100.2 | 0.0 | 43.3 | 66.3 | 23.0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | .0 | 187.2 | 210.1 | 22.8 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 234.4 | 254.4 | 20.0 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 38.1 | 719.7 | 719.7 | 0.0 | 394.3 | 412.7 | 18.4 |
| 20000 (30000 | 192 | 57.9 | 54.6 | 54.9 | 1340.9 | 1341.0 | .0 | 811.3 | 833.0 | 21.6 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | -0.0 | 1305.5 | 1340.4 | 34.9 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 621.2 | 636.9 | 15.7 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 165.4 | 167.4 | 2.0 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.1 | 53.5 | .4 |
| TOTALS | 1699 | 334.0 | 279.2 | 281.7 | 6281.1 | 6281.1 | .0 | 3815.8 | 3974.7 | 158.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.4 | 2.4 | 23.2 | 23.2 | 39.9 | 16.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.8 | 8.1 | 103.0 | 102.2 | 97.5 | 75.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 199.3 | 198.8 | 99.0 | 79.3 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 29.1 | 25.8 | 233.8 | 230.8 | 91.9 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 40.1 | 47.5 | 390.1 | 372.4 | 164.5 | 160.4 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 55.6 | 53.1 | 546.3 | 516.7 | 100.2 | 174.8 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 322.0 | 309.1 | 63.2 | 61.2 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 94.5 | 93.6 | 7.6 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 60.4 | 60.3 | 1.3 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 189.0 | 181.9 | 1973.4 | 1907.2 | 745.0 | 651.9 | 6.2 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.1 | 1.7 | .6 | 0.0 | 0.0 | 0.0 | 1.1 | 1.7 | .6 |
| 5000 (10000 | 5.4 | 6.3 | .8 | -.2 | -.2 | 0.0 | 5.3 | 6.1 | .8 |
| 10000 (15000 | 7.5 | 8.1 | .6 | -1.9 | -1.6 | .3 | 5.6 | 6.5 | .8 |
| 15000 (20000 | 15.7 | 16.6 | .9 | -.2 | -.2 | 0.0 | 15.4 | 16.4 | .9 |
| 20000 (30000 | 38.0 | 39.3 | 1.4 | 0.0 | 0.0 | 0.0 | 38.0 | 39.3 | 1.4 |
| 30000 (50000 | 72.1 | 74.9 | 2.8 | 0.0 | 0.0 | 0.0 | 72.1 | 74.9 | 2.8 |
| 50000 (100000 | 39.2 | 40.5 | 1.4 | -.0 | -.0 | .0 | 39.1 | 40.5 | 1.4 |
| 100000 (200000 | 13.3 | 13.6 | .2 | 0.0 | 0.0 | 0.0 | 13.3 | 13.6 | .2 |
| 200000 (++++++) | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 197.3 | 206.0 | 8.7 | -2.3 | -2.0 | .3 | 195.0 | 204.0 | 9.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 13
Plan Y: CONFERENCE PROVISION #14
MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI
Data for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 189. | .001 | 0. | 0.000 | 583. | .006 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4680. | .026 | 724. | .002 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19196. | .454 | 97. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 727. | .007 | 127. | -.001 | 27339. | .862 | 3617. | .025 |
| 20000 (30000 | 0. | 0.000 | 353. | .006 | 48. | -.000 | 46621. | 1.200 | 603. | .011 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54461. | 2.002 | 2520. | .038 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16991. | 1.364 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1513. | .200 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 237. | .042 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 1190. | .014 | 167. | -.002 | 171622. | 7.043 | 7570. | .075 |
| ***** (5000 | 0. | 0.000 | 2587. | .052 | 0. | 0.000 | 21737. | .621 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 20122. | .816 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6073. | .376 | 111. | .004 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 887. | .063 | 390. | .027 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 867. | .075 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 74. | .010 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 2587. | .052 | 0. | 0.000 | 49759. | 1.962 | 509. | .032 |
| ***** (5000 | 0. | 0.000 | 2696. | .053 | 0. | 0.000 | 22320. | .627 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 24002. | .842 | 724. | .002 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 25269. | .830 | 200. | .004 |
| 15000 (20000 | 0. | 0.000 | 727. | .007 | 127. | -.001 | 28226. | .925 | 4015. | .052 |
| 20000 (30000 | 0. | 0.000 | 353. | .006 | 48. | -.000 | 47488. | 1.355 | 604. | .011 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 54535. | 2.812 | 2520. | .038 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16991. | 1.364 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1513. | .200 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 237. | .042 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 3777. | .067 | 167. | -.002 | 221382. | 9.005 | 8079. | .106 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 14

Plan Y: CONFERENCE PROVISION 015

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 30.6 | 30.6 | -108.2 | -108.2 | 0.0 | 66.3 | 66.3 | .0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 210.1 | 210.2 | .1 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 254.4 | 255.1 | .7 |
| 15000 (20000 | 142 | 39.7 | 38.1 | 38.1 | 719.7 | 719.7 | 0.0 | 412.7 | 414.4 | 1.7 |
| 20000 (30000 | 192 | 57.9 | 54.9 | 54.9 | 1341.0 | 1341.0 | 0.0 | 833.0 | 836.3 | 3.4 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1340.4 | 1344.1 | 3.7 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 636.9 | 637.1 | .2 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.3 | 0.0 | 167.4 | 167.4 | 0.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.5 | 53.5 | 0.0 |
| TOTALS | 1699 | 334.0 | 281.7 | 281.7 | 6281.1 | 6281.1 | 0.0 | 3974.7 | 3984.5 | 9.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 2.4 | 2.4 | 23.2 | 23.2 | 16.9 | 16.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.1 | 8.1 | 102.2 | 102.0 | 75.5 | 75.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.4 | 198.8 | 198.1 | 79.3 | 79.3 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 25.8 | 24.8 | 230.8 | 229.1 | 76.5 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 47.5 | 47.5 | 372.4 | 369.0 | 160.4 | 160.4 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 53.1 | 52.3 | 516.7 | 513.0 | 174.8 | 174.8 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 18.0 | 309.1 | 308.9 | 61.2 | 61.2 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 93.6 | 93.6 | 6.5 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 60.3 | 60.3 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 181.9 | 179.9 | 1907.2 | 1897.3 | 651.9 | 652.0 | 6.2 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.7 | 1.7 | .0 | 0.0 | 0.0 | 0.0 | 1.7 | 1.7 | .0 |
| 5000 (10000 | 6.3 | 6.3 | .0 | -.2 | -.2 | 0.0 | 6.1 | 6.1 | .0 |
| 10000 (15000 | 8.1 | 8.1 | .0 | -1.6 | -1.6 | .0 | 6.5 | 6.5 | .0 |
| 15000 (20000 | 16.6 | 16.7 | .1 | -.2 | -.2 | 0.0 | 16.4 | 16.5 | .1 |
| 20000 (30000 | 39.3 | 39.6 | .2 | 0.0 | 0.0 | 0.0 | 39.3 | 39.6 | .2 |
| 30000 (50000 | 74.9 | 75.3 | .3 | 0.0 | 0.0 | 0.0 | 74.9 | 75.3 | .3 |
| 50000 (100000 | 40.5 | 40.5 | .0 | -.0 | -.0 | 0.0 | 40.5 | 40.5 | .0 |
| 100000 (200000 | 13.6 | 13.6 | 0.0 | 0.0 | 0.0 | 0.0 | 13.6 | 13.6 | 0.0 |
| 200000 (***** | 5.0 | 5.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | 0.0 |
| TOTALS | 206.0 | 206.7 | .7 | -2.0 | -2.0 | .0 | 204.0 | 204.7 | .7 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 14

Plan Y: CONFERENCE PROVISION #15

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 242. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1877. | .006 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10183. | .037 | 111. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12968. | .110 | 1076. | .002 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 513. | -.004 | 20448. | .231 | 0. | .000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15939. | .325 | 798. | .012 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 482. | .012 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 513. | -.004 | 62139. | .721 | 1986. | .015 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 242. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1877. | .006 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10183. | .037 | 111. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12968. | .110 | 1076. | .002 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 513. | -.004 | 20448. | .231 | 0. | .000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15939. | .325 | 798. | .012 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 482. | .012 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 513. | -.004 | 62139. | .721 | 1986. | .015 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 15

Plan Y: CONFERENCE PROVISION 016

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.0 | 30.6 | 30.6 | -100.2 | -100.2 | 0.0 | 66.3 | 66.3 | .0 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.5 | 387.7 | 387.7 | 0.0 | 210.2 | 209.9 | -.3 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.3 | 532.4 | 532.4 | 0.0 | 255.1 | 253.8 | -1.4 |
| 15000 (20000 | 142 | 39.7 | 30.1 | 30.1 | 719.7 | 719.7 | 0.0 | 414.4 | 413.0 | -1.4 |
| 20000 (30000 | 192 | 57.9 | 54.9 | 54.9 | 1341.0 | 1341.0 | 0.0 | 836.3 | 834.6 | -1.7 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2030.7 | 0.0 | 1344.1 | 1363.5 | 19.3 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 995.8 | 0.0 | 637.1 | 659.0 | 21.9 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.3 | 267.2 | -.1 | 167.4 | 170.3 | 10.9 |
| 200000 (+++++++ | 74 | .3 | .3 | .3 | 114.8 | 114.8 | 0.0 | 53.5 | 50.7 | 5.2 |
| TOTALS | 1699 | 334.0 | 281.7 | 281.7 | 6281.1 | 6281.0 | -.1 | 3984.5 | 4037.1 | 52.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.4 | 2.0 | 23.2 | 23.2 | 16.9 | 16.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.1 | 8.1 | 102.0 | 102.4 | 75.5 | 75.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.4 | 24.5 | 190.1 | 199.5 | 79.3 | 79.3 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 24.8 | 24.7 | 229.1 | 230.5 | 76.5 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 47.5 | 47.5 | 369.0 | 370.7 | 160.4 | 160.5 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.3 | 52.3 | 513.0 | 493.7 | 174.8 | 174.8 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 17.8 | 300.9 | 287.0 | 61.2 | 61.2 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 93.6 | 82.6 | 6.5 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (+++++++ | .3 | .3 | 60.3 | 55.1 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 179.9 | 180.1 | 1897.3 | 1844.5 | 652.0 | 652.0 | 6.2 | 6.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.7 | 1.7 | .0 | 0.0 | 0.0 | 0.0 | 1.7 | 1.7 | .0 |
| 5000 (10000 | 6.3 | 6.3 | -.0 | -.2 | -.2 | 0.0 | 6.1 | 6.1 | -.0 |
| 10000 (15000 | 8.1 | 8.1 | -.0 | -1.6 | -1.6 | -.0 | 6.5 | 6.4 | -.1 |
| 15000 (20000 | 16.7 | 16.7 | -.0 | -.2 | -.2 | 0.0 | 16.5 | 16.4 | -.0 |
| 20000 (30000 | 39.6 | 39.6 | .0 | 0.0 | 0.0 | 0.0 | 39.6 | 39.6 | .0 |
| 30000 (50000 | 75.3 | 76.9 | 1.7 | 0.0 | 0.0 | 0.0 | 75.3 | 76.9 | 1.7 |
| 50000 (100000 | 40.5 | 42.5 | 1.9 | -.0 | -.0 | .0 | 40.5 | 42.5 | 2.0 |
| 100000 (200000 | 13.6 | 14.7 | 1.2 | 0.0 | 0.0 | 0.0 | 13.6 | 14.7 | 1.2 |
| 200000 (+++++++ | 5.0 | 5.6 | .6 | 0.0 | 0.0 | 0.0 | 5.0 | 5.6 | .6 |
| TOTALS | 206.7 | 212.0 | 5.2 | -2.0 | -2.0 | -.0 | 204.7 | 210.0 | 5.2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 133. | -.000 | 2. | .003 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 3957. | -.010 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 13941. | -.059 | 430. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 18002. | -.126 | 3315. | .092 | 99. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 32383. | -.263 | 13045. | .264 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11128. | -.068 | 39000. | 1.723 | 592. | .024 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 16140. | 1.956 | 167. | .013 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1507. | 1.152 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 128. | .571 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 79545. | -.526 | 74367. | 5.761 | 858. | .038 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 375. | -.000 | 0. | 0.000 | 375. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 111. | -.000 | 0. | 0.000 | 111. | -.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 553. | -.001 | 0. | 0.000 | 553. | -.001 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1039. | -.001 | 0. | 0.000 | 1039. | -.001 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 507. | -.000 | 2. | .003 | 375. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 3957. | -.010 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 14053. | -.059 | 430. | .000 | 111. | -.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 18002. | -.126 | 3315. | .092 | 99. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 32383. | -.263 | 13045. | .264 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 11681. | -.069 | 39000. | 1.723 | 1145. | .023 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 16140. | 1.956 | 167. | .013 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1507. | 1.152 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 128. | .571 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 80504. | -.527 | 74367. | 5.761 | 1897. | .036 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 16

Plan Y: CONFERENCE PROVISION 017

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 30.6 | 32.6 | -100.2 | -71.4 | 36.9 | 66.3 | 81.5 | 15.1 |
| 5000 (10000 | 231 | 57.6 | 49.5 | 49.6 | 387.7 | 397.6 | 9.9 | 209.9 | 220.5 | 10.6 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.6 | 532.4 | 556.1 | 23.7 | 253.8 | 274.4 | 20.6 |
| 15000 (20000 | 142 | 39.7 | 38.1 | 38.1 | 719.7 | 734.3 | 14.6 | 413.0 | 426.0 | 13.0 |
| 20000 (30000 | 192 | 57.9 | 54.9 | 55.2 | 1341.0 | 1382.1 | 41.1 | 834.6 | 872.7 | 38.0 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2030.7 | 2069.2 | 38.5 | 1363.5 | 1393.8 | 30.3 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 995.8 | 1033.5 | 37.7 | 659.0 | 695.2 | 36.2 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 267.2 | 300.7 | 41.4 | 178.3 | 210.2 | 39.9 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 114.8 | 167.7 | 52.9 | 58.7 | 112.0 | 54.1 |
| TOTALS | 1699 | 334.0 | 281.7 | 284.3 | 6281.0 | 6577.6 | 296.6 | 4037.1 | 4295.0 | 257.9 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.8 | 2.8 | 23.2 | 27.0 | 16.9 | 20.4 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.1 | 8.0 | 102.4 | 104.2 | 75.5 | 75.9 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 199.5 | 201.6 | 79.3 | 80.2 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 24.7 | 25.1 | 230.5 | 232.1 | 76.5 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 47.5 | 47.6 | 370.7 | 373.6 | 160.5 | 160.6 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.3 | 52.3 | 493.7 | 501.8 | 174.8 | 174.9 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 17.8 | 17.8 | 287.0 | 288.3 | 61.2 | 61.3 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 82.6 | 84.1 | 6.5 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 55.1 | 53.8 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 180.1 | 180.5 | 1844.5 | 1866.5 | 632.0 | 657.4 | 6.2 | 6.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.7 | 2.3 | .6 | 0.0 | 0.0 | 0.0 | 1.7 | 2.3 | .6 |
| 5000 (10000 | 6.3 | 7.1 | .9 | -2 | -2 | 0.0 | 6.1 | 7.0 | .9 |
| 10000 (15000 | 8.1 | 9.3 | 1.2 | -1.6 | -1.5 | .1 | 6.4 | 7.8 | 1.3 |
| 15000 (20000 | 16.7 | 17.3 | .6 | -2 | -2 | 0.0 | 16.4 | 17.1 | .6 |
| 20000 (30000 | 39.6 | 42.0 | 2.4 | 0.0 | 0.0 | 0.0 | 39.6 | 42.0 | 2.4 |
| 30000 (50000 | 76.9 | 79.7 | 2.8 | 0.0 | 0.0 | 0.0 | 76.9 | 79.7 | 2.8 |
| 50000 (100000 | 42.5 | 45.8 | 3.3 | -0 | -0 | 0.0 | 42.5 | 45.8 | 3.3 |
| 100000 (200000 | 14.7 | 18.7 | 4.0 | 0.0 | 0.0 | 0.0 | 14.7 | 18.7 | 4.0 |
| 200000 (++++++) | 5.6 | 11.5 | 5.9 | 0.0 | 0.0 | 0.0 | 5.6 | 11.5 | 5.9 |
| TOTALS | 212.0 | 233.7 | 21.7 | -2.0 | -1.9 | .1 | 210.0 | 231.7 | 21.8 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 1. | .007 | 0. | 0.000 | 400. | .145 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 100. | .804 | 0. | 0.000 | 2248. | .850 | 30. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 200. | 1.090 | 0. | 0.000 | 3247. | 1.104 | 19. | .013 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6333. | .380 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 214. | .103 | 650. | -.011 | 8275. | 2.340 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 37. | 1.145 | 1705. | -.003 | 6643. | 2.760 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 407. | -.016 | 4405. | 3.322 | 52. | .070 |
| 100000 (200000 | 0. | 0.000 | 33. | .809 | 33. | -.001 | 1385. | 4.043 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 5. | .688 | 6. | -.000 | 277. | 5.884 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 679. | 4.653 | 2800. | -.032 | 33214. | 20.916 | 100. | .084 |
| ***** (5000 | 0. | 0.000 | 1953. | .403 | 0. | 0.000 | 3276. | .423 | 15. | .053 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1007. | .006 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1402. | .130 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1007. | .256 | 479. | .095 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 696. | .055 | 51. | .011 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 74. | -.000 | 403. | .020 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 1953. | .403 | 74. | -.000 | 8591. | .890 | 544. | .158 |
| ***** (5000 | 0. | 0.000 | 1954. | .409 | 0. | 0.000 | 3676. | .568 | 15. | .053 |
| 5000 (10000 | 0. | 0.000 | 100. | .804 | 0. | 0.000 | 3254. | .856 | 30. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 200. | 1.090 | 0. | 0.000 | 4649. | 1.314 | 19. | .013 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8140. | .644 | 479. | .095 |
| 20000 (30000 | 0. | 0.000 | 214. | .103 | 650. | -.011 | 8971. | 2.395 | 51. | .011 |
| 30000 (50000 | 0. | 0.000 | 37. | 1.145 | 1779. | -.004 | 7046. | 2.779 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 407. | -.016 | 4405. | 3.322 | 52. | .070 |
| 100000 (200000 | 0. | 0.000 | 33. | .809 | 33. | -.001 | 1385. | 4.043 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 5. | .688 | 6. | -.000 | 277. | 5.884 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 2632. | 5.056 | 2874. | -.033 | 41004. | 21.806 | 653. | .242 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 17

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #18
REVISED MINIMUM TAX

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (200'S) | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 343 | 55.8 | 32.6 | 32.6 | -71.4 | -71.4 | -0.0 | 81.5 | 80.1 | -1.4 |
| 5000 (10000 | 231 | 57.6 | 49.6 | 49.6 | 397.6 | 397.6 | 0.0 | 220.5 | 220.5 | 0.0 |
| 10000 (15000 | 161 | 46.4 | 33.6 | 33.6 | 556.1 | 556.1 | 0.0 | 274.4 | 274.4 | 0.0 |
| 15000 (20000 | 142 | 39.7 | 38.1 | 38.1 | 734.3 | 734.3 | 0.0 | 426.0 | 424.5 | -1.5 |
| 20000 (30000 | 192 | 57.9 | 55.2 | 55.2 | 1382.1 | 1382.1 | 0.0 | 872.7 | 872.7 | 0.0 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2069.2 | 2069.2 | 0.0 | 1393.8 | 1393.7 | -0.1 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 1033.5 | 1033.5 | 0.0 | 695.2 | 691.2 | -4.0 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 300.7 | 300.7 | 0.0 | 218.2 | 216.2 | -2.0 |
| 200000 (***** | 74 | .3 | .3 | .3 | 167.7 | 167.7 | 0.0 | 112.8 | 110.3 | -2.5 |
| TOTALS | 1699 | 334.0 | 284.3 | 284.3 | 6577.6 | 6577.6 | -0.0 | 4295.0 | 4283.5 | -11.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (200'S) | PLAN Y (200'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 2.8 | 2.8 | 27.0 | 28.4 | 20.4 | 20.4 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.0 | 8.0 | 104.2 | 104.2 | 75.9 | 75.9 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 201.6 | 201.6 | 80.2 | 80.2 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 25.1 | 25.1 | 232.1 | 233.6 | 76.5 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 47.6 | 47.6 | 373.6 | 373.6 | 160.6 | 160.6 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.3 | 52.3 | 501.8 | 501.9 | 174.9 | 174.9 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 17.8 | 17.8 | 288.3 | 292.3 | 61.3 | 61.3 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 84.1 | 86.1 | 6.5 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 53.8 | 56.3 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 180.5 | 180.6 | 1866.5 | 1877.9 | 657.4 | 657.3 | 6.3 | 6.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.3 | 2.1 | -0.1 | 0.0 | 0.0 | 0.0 | 2.3 | 2.1 | -0.1 |
| 5000 (10000 | 7.1 | 7.1 | 0.0 | -0.2 | -0.2 | 0.0 | 7.0 | 7.0 | 0.0 |
| 10000 (15000 | 9.3 | 9.3 | 0.0 | -1.5 | -1.5 | 0.0 | 7.8 | 7.8 | 0.0 |
| 15000 (20000 | 17.3 | 17.2 | -0.1 | -0.2 | -0.2 | 0.0 | 17.1 | 16.9 | -0.1 |
| 20000 (30000 | 42.0 | 42.0 | 0.0 | 0.0 | 0.0 | 0.0 | 42.0 | 42.0 | 0.0 |
| 30000 (50000 | 79.7 | 79.7 | -0.0 | 0.0 | 0.0 | 0.0 | 79.7 | 79.7 | -0.0 |
| 50000 (100000 | 45.8 | 45.4 | -0.4 | -0.0 | -0.0 | 0.0 | 45.8 | 45.3 | -0.4 |
| 100000 (200000 | 18.7 | 18.5 | -0.2 | 0.0 | 0.0 | 0.0 | 18.7 | 18.5 | -0.2 |
| 200000 (***** | 11.5 | 11.2 | -0.3 | 0.0 | 0.0 | 0.0 | 11.5 | 11.2 | -0.3 |
| TOTALS | 233.7 | 232.5 | -1.2 | -1.9 | -1.9 | 0.0 | 231.7 | 230.5 | -1.2 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 1. | - .003 | 0. | 0.000 | 18. | -.149 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 41. | -.143 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 144. | -.007 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 19. | -.047 | 0. | 0.000 | 1685. | -.418 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 813. | -.223 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 205. | -.271 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 20. | -.050 | 0. | 0.000 | 2906. | -1.211 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 0. | 0.000 | 0. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 52. | -.002 | 0. | 0.000 | 52. | -.002 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 52. | -.002 | 0. | 0.000 | 52. | -.002 |
| ***** (5000 | 1. | -.003 | 0. | 0.000 | 19. | -.149 | 0. | 0.000 | 0. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 41. | -.143 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 144. | -.007 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 19. | -.047 | 0. | 0.000 | 1736. | -.420 | 0. | 0.000 | 52. | -.002 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 813. | -.223 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 205. | -.271 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 20. | -.050 | 0. | 0.000 | 2958. | -1.213 | 0. | 0.000 | 52. | -.002 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 18

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE RUN #19
BEHAVIORAL ADJUSTMENT TO CHARITABLE

Data for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 32.6 | 32.6 | -71.4 | -71.4 | 0.0 | 80.1 | 80.1 | -0.0 |
| 5000 (10000 | 231 | 57.6 | 49.6 | 49.6 | 397.6 | 397.6 | 0.0 | 220.5 | 220.5 | .0 |
| 10000 (15000 | 161 | 46.4 | 33.6 | 33.6 | 556.1 | 556.1 | 0.0 | 274.4 | 275.0 | .6 |
| 15000 (20000 | 142 | 39.7 | 38.1 | 38.1 | 734.3 | 734.3 | 0.0 | 424.5 | 425.5 | 1.0 |
| 20000 (30000 | 192 | 57.9 | 55.2 | 55.2 | 1382.1 | 1382.1 | 0.0 | 872.7 | 874.2 | 1.5 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 2069.2 | 2069.2 | 0.0 | 1393.7 | 1396.5 | 2.9 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 1033.5 | 1033.5 | 0.0 | 691.2 | 692.3 | 1.1 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 300.7 | 300.7 | 0.0 | 216.2 | 216.8 | .6 |
| 200000 (++++++) | 74 | .3 | .3 | .3 | 167.7 | 167.7 | 0.0 | 110.3 | 112.1 | 1.8 |
| TOTALS | 1699 | 334.0 | 284.3 | 284.3 | 6577.6 | 6577.6 | 0.0 | 4283.5 | 4292.9 | 9.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.8 | 2.8 | 28.4 | 28.4 | 20.4 | 20.4 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 8.0 | 8.0 | 104.2 | 104.2 | 75.9 | 75.9 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 24.5 | 24.5 | 201.6 | 201.0 | 80.2 | 80.2 | 2.5 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 25.1 | 25.1 | 233.6 | 232.6 | 76.5 | 76.5 | 1.5 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 47.6 | 47.6 | 373.6 | 372.1 | 160.6 | 160.6 | .5 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 52.3 | 52.3 | 501.9 | 499.0 | 174.9 | 174.9 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 17.8 | 17.8 | 292.3 | 291.2 | 61.3 | 61.3 | .7 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 86.1 | 85.5 | 6.5 | 6.5 | .2 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 56.3 | 54.6 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 180.6 | 180.6 | 1877.9 | 1868.6 | 657.3 | 657.3 | 6.3 | 6.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 2.1 | 2.1 | -0.0 | 0.0 | 0.0 | 0.0 | 2.1 | 2.1 | -0.0 |
| 5000 (10000 | 7.1 | 7.1 | .0 | -0.2 | -0.2 | 0.0 | 7.0 | 7.0 | .0 |
| 10000 (15000 | 9.3 | 9.3 | .0 | -1.5 | -1.5 | .0 | 7.8 | 7.8 | .0 |
| 15000 (20000 | 17.2 | 17.2 | .1 | -0.2 | -0.2 | 0.0 | 16.9 | 17.0 | .1 |
| 20000 (30000 | 42.0 | 42.1 | .1 | 0.0 | 0.0 | 0.0 | 42.0 | 42.1 | .1 |
| 30000 (50000 | 79.7 | 79.9 | .2 | 0.0 | 0.0 | 0.0 | 79.7 | 79.9 | .2 |
| 50000 (100000 | 45.4 | 45.5 | .1 | -0.0 | -0.0 | .0 | 45.3 | 45.4 | .1 |
| 100000 (200000 | 18.5 | 18.6 | .1 | 0.0 | 0.0 | 0.0 | 18.5 | 18.6 | .1 |
| 200000 (++++++) | 11.2 | 11.4 | .2 | 0.0 | 0.0 | 0.0 | 11.2 | 11.4 | .2 |
| TOTALS | 232.5 | 233.2 | .7 | -1.9 | -1.9 | .0 | 230.5 | 231.3 | .8 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 18

Plan Y: CONFERENCE RUN #19

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17011. | .026 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 385. | -.003 | 19568. | .053 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 513. | -.010 | 33985. | .106 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 251. | -.001 | 38393. | .234 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15868. | .097 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1330. | .062 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .194 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1150. | -.017 | 127832. | .774 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 1. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1399. | .000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 17011. | .026 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 385. | -.003 | 19568. | .053 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 513. | -.010 | 33985. | .106 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 251. | -.001 | 38393. | .234 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15868. | .097 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1330. | .062 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 277. | .194 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 1150. | -.017 | 127832. | .774 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1988 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 343 | 55.8 | 29.2 | 32.6 | -129.1 | -71.4 | 57.7 | 41.0 | 80.1 | 39.1 |
| 5000 (10000 | 231 | 57.6 | 49.2 | 49.6 | 377.4 | 397.6 | 20.2 | 181.9 | 220.5 | 38.5 |
| 10000 (15000 | 161 | 46.4 | 33.3 | 33.6 | 518.8 | 556.1 | 37.2 | 222.2 | 275.0 | 52.9 |
| 15000 (20000 | 142 | 39.7 | 37.4 | 38.1 | 673.5 | 734.3 | 60.7 | 367.7 | 425.5 | 57.7 |
| 20000 (30000 | 192 | 57.9 | 53.8 | 55.2 | 1324.1 | 1382.1 | 57.9 | 762.1 | 874.2 | 112.1 |
| 30000 (50000 | 240 | 56.2 | 55.1 | 55.1 | 1981.9 | 2069.2 | 87.3 | 1251.4 | 1396.5 | 145.1 |
| 50000 (100000 | 193 | 18.0 | 17.7 | 17.7 | 957.3 | 1033.5 | 76.1 | 590.7 | 692.3 | 101.6 |
| 100000 (200000 | 123 | 2.1 | 2.1 | 2.1 | 260.5 | 308.7 | 48.1 | 162.7 | 216.8 | 54.1 |
| 200000 (+++++++ | 74 | .3 | .3 | .3 | 110.0 | 167.7 | 57.7 | 48.8 | 112.1 | 63.3 |
| TOTALS | 1699 | 334.0 | 277.9 | 284.3 | 6074.6 | 6577.6 | 503.0 | 3628.5 | 4292.9 | 664.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 2.6 | 2.8 | 20.6 | 28.4 | 39.8 | 20.4 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 6.2 | 8.0 | 98.1 | 104.2 | 97.3 | 75.9 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 23.3 | 24.5 | 201.4 | 201.0 | 95.6 | 80.2 | 2.6 | 2.5 | 0.0 | 0.0 |
| 15000 (20000 | 29.6 | 25.1 | 217.8 | 232.6 | 91.3 | 76.5 | 1.8 | 1.5 | 0.0 | 0.0 |
| 20000 (30000 | 48.1 | 47.6 | 425.1 | 372.1 | 162.9 | 160.6 | 1.4 | .5 | 0.0 | 0.0 |
| 30000 (50000 | 54.5 | 52.3 | 553.5 | 499.0 | 180.1 | 174.9 | .9 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 18.0 | 17.8 | 314.7 | 291.2 | 63.1 | 61.3 | 1.0 | .7 | 0.0 | 0.0 |
| 100000 (200000 | 2.1 | 2.1 | 90.5 | 85.5 | 7.6 | 6.5 | .4 | .2 | 0.0 | 0.0 |
| 200000 (+++++++ | .3 | .3 | 59.9 | 54.6 | 1.3 | 1.0 | .1 | .0 | 0.0 | 0.0 |
| TOTALS | 184.7 | 180.6 | 1901.6 | 1868.6 | 738.9 | 657.3 | 8.3 | 6.3 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | .9 | 2.1 | 1.2 | 0.0 | 0.0 | 0.0 | .9 | 2.1 | 1.2 |
| 5000 (10000 | 5.3 | 7.1 | 1.9 | -.2 | -.2 | 0.0 | 5.1 | 7.0 | 1.9 |
| 10000 (15000 | 7.1 | 9.3 | 2.2 | -2.0 | -1.5 | .5 | 5.1 | 7.8 | 2.6 |
| 15000 (20000 | 14.1 | 17.2 | 3.1 | -.2 | -.2 | 0.0 | 13.9 | 17.0 | 3.1 |
| 20000 (30000 | 34.6 | 42.1 | 7.5 | 0.0 | 0.0 | 0.0 | 34.6 | 42.1 | 7.5 |
| 30000 (50000 | 67.7 | 79.9 | 12.2 | 0.0 | 0.0 | 0.0 | 67.7 | 79.9 | 12.2 |
| 50000 (100000 | 36.4 | 45.5 | 9.0 | -.0 | -.0 | .0 | 36.4 | 45.4 | 9.1 |
| 100000 (200000 | 12.9 | 18.6 | 5.7 | 0.0 | 0.0 | 0.0 | 12.9 | 18.6 | 5.7 |
| 200000 (+++++++ | 4.5 | 11.4 | 6.9 | 0.0 | 0.0 | 0.0 | 4.5 | 11.4 | 6.9 |
| TOTALS | 183.4 | 233.2 | 49.8 | -2.4 | -1.9 | .5 | 181.0 | 231.3 | 50.3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1988 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1988 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 422. | .004 | 0. | 0.000 | 811. | .005 | 314. | .002 |
| 5000 (10000 | 0. | 0.000 | 188. | .004 | 0. | 0.000 | 2213. | .076 | 38. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 280. | 1.098 | 0. | 0.000 | 19029. | 2.001 | 116. | .014 |
| 15000 (20000 | 0. | 0.000 | 727. | .038 | 127. | -.001 | 28332. | 2.475 | 5577. | .091 |
| 20000 (30000 | 0. | 0.000 | 1374. | .255 | 243. | -.001 | 46842. | 7.001 | 999. | .020 |
| 30000 (50000 | 0. | 0.000 | 61. | 1.493 | 0. | 0.000 | 53651. | 11.665 | 2704. | .112 |
| 50000 (100000 | 0. | 0.000 | 33. | .069 | 0. | 0.000 | 17927. | 9.071 | 167. | .025 |
| 100000 (200000 | 0. | 0.000 | 35. | .771 | 0. | 0.000 | 2142. | 5.732 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 5. | .725 | 17. | -.004 | 315. | 6.900 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 3046. | 5.257 | 386. | -.006 | 171263. | 45.805 | 9915. | .264 |
| ***** (5000 | 0. | 0.000 | 4259. | .644 | 132. | -.000 | 24607. | 1.243 | 506. | .258 |
| 5000 (10000 | 0. | 0.000 | 304. | .010 | 1242. | -.000 | 24765. | 1.010 | 1852. | .105 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 445. | -.000 | 9019. | .639 | 1296. | .058 |
| 15000 (20000 | 0. | 0.000 | 41. | .205 | 547. | -.000 | 3336. | .641 | 1144. | .244 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 460. | -.000 | 4910. | .388 | 487. | .052 |
| 30000 (50000 | 0. | 0.000 | 6. | .425 | 0. | 0.000 | 1146. | .538 | 505. | .445 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 4610. | 1.283 | 2826. | -.001 | 67784. | 4.458 | 5790. | 1.163 |
| ***** (5000 | 0. | 0.000 | 4681. | .648 | 132. | -.000 | 25418. | 1.249 | 820. | .261 |
| 5000 (10000 | 0. | 0.000 | 412. | .014 | 1242. | -.000 | 26978. | 1.006 | 1090. | .105 |
| 10000 (15000 | 0. | 0.000 | 280. | 1.098 | 445. | -.000 | 20048. | 2.640 | 1412. | .072 |
| 15000 (20000 | 0. | 0.000 | 768. | .243 | 674. | -.002 | 31668. | 3.116 | 6721. | .335 |
| 20000 (30000 | 0. | 0.000 | 1374. | .255 | 703. | -.001 | 51752. | 7.469 | 1486. | .072 |
| 30000 (50000 | 0. | 0.000 | 67. | 1.918 | 0. | 0.000 | 54797. | 12.203 | 3209. | .557 |
| 50000 (100000 | 0. | 0.000 | 33. | .069 | 0. | 0.000 | 17927. | 9.071 | 167. | .025 |
| 100000 (200000 | 0. | 0.000 | 35. | .771 | 0. | 0.000 | 2142. | 5.732 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 5. | .725 | 17. | -.004 | 315. | 6.900 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 7656. | 6.540 | 3212. | -.007 | 239046. | 50.264 | 15705. | 1.427 |

State Tax Liability for Montana

1988 Levels of Income
1988 Tax Law

STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -132.3 | -131.8 | .5 | 35.2 | 35.3 | .2 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 50.0 | 383.6 | 384.2 | .6 | 186.7 | 187.1 | .4 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 547.1 | 548.2 | 1.0 | 223.9 | 224.5 | .6 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 34.1 | 610.0 | 611.2 | 1.2 | 353.9 | 354.8 | .9 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1278.7 | 1280.2 | 1.5 | 694.3 | 695.5 | 1.2 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2215.5 | 2216.7 | 1.2 | 1376.0 | 1376.9 | .9 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.5 | 1197.1 | 1198.3 | 1.2 | 756.3 | 757.1 | .8 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 288.1 | 288.4 | .4 | 177.3 | 177.6 | .2 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.4 | 115.4 | .0 | 52.4 | 52.5 | .0 |
| TOTALS | 1699 | 345.6 | 282.9 | 282.9 | 6503.2 | 6510.8 | 7.6 | 3855.9 | 3861.2 | 5.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 28.7 | 28.7 | 41.9 | 41.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 102.9 | 103.1 | 94.1 | 94.1 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.9 | 25.9 | 223.2 | 223.3 | 100.5 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 189.5 | 189.8 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 48.7 | 416.6 | 416.9 | 176.8 | 176.8 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.4 | 62.4 | 636.1 | 636.5 | 208.7 | 208.7 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 371.0 | 371.3 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 102.4 | 102.4 | 8.8 | 8.8 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 61.0 | 61.8 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.1 | 203.1 | 2132.1 | 2133.8 | 798.0 | 798.4 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | .7 | .0 | 0.0 | 0.0 | 0.0 | .7 | .7 | .0 |
| 5000 (10000 | 5.2 | 5.3 | .0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | .0 |
| 10000 (15000 | 6.9 | 6.9 | .0 | -2.2 | -2.2 | .0 | 4.7 | 4.7 | .0 |
| 15000 (20000 | 13.1 | 13.2 | .0 | -.4 | -.4 | 0.0 | 12.8 | 12.8 | .0 |
| 20000 (30000 | 28.5 | 28.5 | .0 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | .0 |
| 30000 (50000 | 70.3 | 70.4 | .1 | -.0 | -.0 | 0.0 | 70.3 | 70.4 | .1 |
| 50000 (100000 | 44.7 | 44.7 | .1 | -.1 | -.1 | 0.0 | 44.6 | 44.7 | .1 |
| 100000 (200000 | 13.4 | 13.4 | .0 | 0.0 | 0.0 | 0.0 | 13.4 | 13.4 | .0 |
| 200000 (***** | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 187.8 | 188.1 | .3 | -2.8 | -2.8 | .0 | 185.0 | 185.3 | .3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL PROVISION # 1
REPEAL DIVIDEND EXCLUSIONData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 25. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5572. | .024 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 6258. | .036 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1754. | -.014 | 6885. | .039 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15037. | .069 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9112. | .063 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 1737. | .023 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 216. | .003 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1762. | -.014 | 46381. | .260 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2009. | .004 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3267. | .007 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 276. | .001 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1859. | .013 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2363. | .018 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 311. | .002 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10086. | .045 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2033. | .004 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4806. | .009 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5848. | .025 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8117. | .049 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1754. | -.014 | 9248. | .057 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15349. | .071 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 9112. | .063 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | -.000 | 1737. | .023 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 216. | .003 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 1762. | -.014 | 56466. | .305 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISION #1

Plan Y: CONFERENCE BILL PROVISION #2

TAX ALL UNEMPLOYMENT COMP

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -131.8 | -131.8 | .0 | 35.3 | 35.3 | .0 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 50.0 | 384.2 | 384.2 | -.0 | 187.1 | 186.2 | -.9 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.2 | 548.2 | .0 | 224.5 | 223.3 | -1.2 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 34.1 | 611.2 | 611.2 | -.0 | 354.8 | 354.8 | -.0 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1280.2 | 1280.2 | 0.0 | 695.5 | 695.5 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2216.7 | 2216.7 | 0.0 | 1376.9 | 1376.9 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.5 | 1198.3 | 1198.3 | 0.0 | 757.1 | 757.1 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 288.4 | 288.4 | 0.0 | 177.6 | 177.6 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.4 | 115.4 | 0.0 | 52.5 | 52.5 | 0.0 |
| TOTALS | 1699 | 345.6 | 282.9 | 282.9 | 6510.8 | 6510.8 | -.0 | 3861.2 | 3859.1 | -2.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 28.7 | 28.7 | 41.9 | 41.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 103.1 | 104.0 | 94.1 | 94.1 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.9 | 26.0 | 223.3 | 224.5 | 100.9 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 189.8 | 189.8 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 48.7 | 416.9 | 416.9 | 176.8 | 176.8 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.4 | 62.4 | 636.5 | 636.5 | 208.7 | 208.7 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 371.3 | 371.3 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 102.4 | 102.4 | 8.8 | 8.8 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 61.8 | 61.8 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.1 | 203.2 | 2133.8 | 2135.9 | 798.4 | 798.4 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | .7 | 0.0 | 0.0 | 0.0 | 0.0 | .7 | .7 | 0.0 |
| 5000 (10000 | 5.3 | 5.2 | -.0 | -.2 | -.2 | 0.0 | 5.1 | 5.0 | -.0 |
| 10000 (15000 | 6.9 | 6.8 | -.0 | -2.2 | -2.2 | -.0 | 4.7 | 4.7 | -.0 |
| 15000 (20000 | 13.2 | 13.2 | 0.0 | -.4 | -.4 | 0.0 | 12.8 | 12.8 | 0.0 |
| 20000 (30000 | 28.5 | 28.5 | 0.0 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | 0.0 |
| 30000 (50000 | 70.4 | 70.4 | 0.0 | -.0 | -.0 | 0.0 | 70.4 | 70.4 | 0.0 |
| 50000 (100000 | 44.7 | 44.7 | 0.0 | -.1 | -.1 | 0.0 | 44.7 | 44.7 | 0.0 |
| 100000 (200000 | 13.4 | 13.4 | 0.0 | 0.0 | 0.0 | 0.0 | 13.4 | 13.4 | 0.0 |
| 200000 (***** | 5.0 | 5.0 | 0.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | 0.0 |
| TOTALS | 188.1 | 188.0 | -.1 | -2.8 | -2.8 | -.0 | 185.3 | 185.3 | -.1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISION #1

Plan Y: CONFERENCE BILL PROVISION #2

Data for: ALL RETURNS

TAX ALL UNEMPLOYMENT COMP

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1539. | -.018 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 7957. | -.038 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 9496. | -.056 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 139. | -.001 | 0. | 0.000 | 139. | -.001 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 139. | -.001 | 0. | 0.000 | 139. | -.001 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 1539. | -.018 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 8096. | -.038 | 0. | 0.000 | 139. | -.001 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 9635. | -.056 | 0. | 0.000 | 139. | -.001 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -131.8 | -131.8 | .0 | 35.3 | 35.3 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 50.0 | 384.2 | 384.2 | -.0 | 186.2 | 186.2 | -.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.2 | 548.2 | .0 | 223.3 | 223.3 | -.0 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 34.1 | 611.2 | 611.2 | -.0 | 354.8 | 354.7 | -.1 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1280.2 | 1280.2 | .0 | 695.5 | 693.5 | -2.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2216.7 | 2216.7 | -.0 | 1376.9 | 1369.9 | -7.0 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.5 | 1198.3 | 1198.3 | -.0 | 757.1 | 750.1 | -7.0 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 288.4 | 288.4 | -.0 | 177.6 | 177.2 | -.4 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.4 | 115.4 | -.0 | 52.5 | 52.3 | -.2 |
| TOTALS | 1699 | 345.6 | 282.9 | 282.9 | 6510.8 | 6510.8 | -.0 | 3859.1 | 3842.4 | -16.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 28.7 | 28.7 | 41.9 | 41.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 104.0 | 104.0 | 94.1 | 94.1 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.0 | 26.0 | 224.5 | 224.5 | 100.9 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 189.8 | 189.9 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 49.0 | 416.9 | 418.9 | 176.8 | 176.8 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 52.4 | 62.7 | 636.5 | 643.4 | 208.7 | 208.7 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 371.3 | 378.3 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 102.4 | 102.9 | 8.8 | 8.8 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 61.8 | 62.0 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.2 | 203.8 | 2135.9 | 2152.6 | 798.4 | 798.4 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | .7 | 0.0 | 0.0 | 0.0 | 0.0 | .7 | .7 | 0.0 |
| 5000 (10000 | 5.2 | 5.2 | 0.0 | -.2 | -.2 | 0.0 | 5.0 | 5.0 | 0.0 |
| 10000 (15000 | 6.8 | 6.8 | -.0 | -2.2 | -2.2 | 0.0 | 4.7 | 4.7 | -.0 |
| 15000 (20000 | 13.2 | 13.1 | -.0 | -.4 | -.4 | 0.0 | 12.8 | 12.8 | -.0 |
| 20000 (30000 | 28.5 | 28.5 | -.1 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | -.1 |
| 30000 (50000 | 70.4 | 69.9 | -.5 | -.0 | -.0 | -.0 | 70.4 | 69.9 | -.5 |
| 50000 (100000 | 44.7 | 44.2 | -.6 | -.1 | -.1 | -.0 | 44.7 | 44.1 | -.6 |
| 100000 (200000 | 13.4 | 13.4 | -.0 | 0.0 | 0.0 | 0.0 | 13.4 | 13.4 | -.0 |
| 200000 (***** | 5.0 | 5.0 | -.0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | -.0 |
| TOTALS | 188.0 | 186.9 | -1.2 | -2.8 | -2.8 | -.0 | 185.3 | 184.1 | -1.2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 & 2

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #3

REPEAL TWO-EARNER DEDUCTION

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2199. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4099. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 54. | -.000 | 0. | 0.000 | 15833. | -.092 | 1754. | .018 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 33901. | -.474 | 663. | .002 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 17564. | -.556 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1158. | -.041 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 202. | -.016 | 9. | .000 | 0. | 0.000 |
| ITEMIZE, Total: | 54. | -.000 | 0. | 0.000 | 74955. | -1.182 | 2426. | .021 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 254. | -.006 | 0. | 0.000 | 254. | -.006 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 262. | -.008 | 0. | 0.000 | 262. | -.008 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total: | 0. | 0.000 | 0. | 0.000 | 516. | -.013 | 0. | 0.000 | 516. | -.013 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 2199. | -.001 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 4099. | -.004 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 54. | -.000 | 0. | 0.000 | 16086. | -.097 | 1754. | .018 | 254. | -.006 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 34163. | -.482 | 663. | .002 | 262. | -.008 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 17564. | -.556 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 1158. | -.041 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 202. | -.016 | 9. | .000 | 0. | 0.000 |
| ALL RETURNS, Total: | 54. | -.000 | 0. | 0.000 | 75471. | -1.196 | 2426. | .021 | 516. | -.013 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 3

Plan Y: CONFERENCE PROVISION #4

RESTRICT IRA DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -131.8 | -131.8 | 0.0 | 35.3 | 35.3 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 50.0 | 384.2 | 384.2 | 0.0 | 186.2 | 186.2 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.2 | 548.2 | 0.0 | 223.3 | 223.3 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 34.1 | 611.2 | 611.2 | 0.0 | 354.7 | 354.7 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1280.2 | 1280.4 | .2 | 693.5 | 693.5 | .0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2216.7 | 2227.3 | 10.6 | 1369.9 | 1377.8 | 7.9 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.5 | 1198.3 | 1210.6 | 12.3 | 758.1 | 758.1 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 288.4 | 290.3 | 1.9 | 177.2 | 178.4 | 1.2 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.4 | 115.8 | .4 | 52.3 | 52.5 | .2 |
| TOTALS | 1699 | 345.6 | 282.9 | 282.9 | 6510.8 | 6536.1 | 25.3 | 3842.4 | 3859.9 | 17.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 28.7 | 28.7 | 41.9 | 41.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 104.0 | 104.0 | 94.1 | 94.1 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.0 | 26.0 | 224.5 | 224.5 | 100.9 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 189.9 | 189.9 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 49.0 | 49.0 | 418.9 | 418.9 | 176.8 | 176.8 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 62.7 | 643.4 | 646.1 | 208.7 | 208.7 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 378.3 | 382.2 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 102.9 | 103.5 | 8.8 | 8.8 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 62.0 | 62.1 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.8 | 203.8 | 2152.6 | 2159.9 | 798.4 | 798.4 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | .7 | 0.0 | 0.0 | 0.0 | 0.0 | .7 | .7 | 0.0 |
| 5000 (10000 | 5.2 | 5.2 | 0.0 | -.2 | -.2 | 0.0 | 5.0 | 5.0 | 0.0 |
| 10000 (15000 | 6.8 | 6.8 | 0.0 | -2.2 | -2.2 | 0.0 | 4.7 | 4.7 | 0.0 |
| 15000 (20000 | 13.1 | 13.1 | 0.0 | -.4 | -.4 | 0.0 | 12.8 | 12.8 | 0.0 |
| 20000 (30000 | 28.5 | 28.5 | .0 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | .0 |
| 30000 (50000 | 69.9 | 70.4 | .5 | -.0 | -.0 | 0.0 | 69.9 | 70.4 | .5 |
| 50000 (100000 | 44.2 | 44.8 | .6 | -.1 | -.1 | 0.0 | 44.1 | 44.7 | .6 |
| 100000 (200000 | 13.4 | 13.5 | .1 | 0.0 | 0.0 | 0.0 | 13.4 | 13.5 | .1 |
| 200000 (***** | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 186.9 | 188.1 | 1.2 | -2.8 | -2.8 | 0.0 | 184.1 | 185.3 | 1.2 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 3

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #4
RESTRICT IRA DEDUCTIONData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 87. | .002 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5849. | .543 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 4. | -.000 | 6854. | .611 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 276. | -.014 | 568. | .008 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 141. | .017 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 280. | -.014 | 13499. | 1.260 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 87. | .002 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5849. | .543 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 4. | -.000 | 6854. | .611 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 276. | -.014 | 568. | .008 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 141. | .017 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 280. | -.014 | 13499. | 1.260 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 4

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISIONData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -131.8 | -128.8 | 3.0 | 35.3 | 35.3 | .0 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 50.1 | 384.2 | 385.2 | 1.0 | 186.2 | 186.6 | .5 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.2 | 548.5 | .3 | 223.3 | 223.4 | .1 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 34.3 | 611.2 | 611.7 | .6 | 354.7 | 354.9 | .2 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1280.4 | 1282.1 | 1.8 | 693.5 | 695.1 | 1.5 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2227.3 | 2228.5 | 1.2 | 1377.8 | 1378.6 | .8 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.5 | 1210.6 | 1212.1 | 1.6 | 758.1 | 759.1 | .9 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 290.3 | 291.3 | 1.0 | 178.4 | 178.9 | .5 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.8 | 116.5 | .8 | 52.5 | 52.9 | .4 |
| TOTALS | 1699 | 345.6 | 282.9 | 283.2 | 6536.1 | 6547.2 | 11.1 | 3859.9 | 3864.9 | 5.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 28.7 | 29.7 | 41.9 | 41.9 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 104.0 | 104.4 | 94.1 | 94.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.0 | 26.0 | 224.5 | 224.7 | 100.9 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 189.9 | 190.1 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 49.0 | 49.0 | 418.9 | 419.1 | 176.8 | 176.8 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 62.7 | 646.1 | 646.5 | 208.7 | 208.7 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 382.2 | 382.8 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 183.5 | 183.9 | 8.8 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 62.1 | 62.4 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.8 | 203.8 | 2159.9 | 2163.5 | 798.4 | 798.7 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | .7 | .0 | 0.0 | 0.0 | 0.0 | .7 | .7 | .0 |
| 5000 (10000 | 5.2 | 5.3 | .0 | -.2 | -.2 | 0.0 | 5.0 | 5.1 | .0 |
| 10000 (15000 | 6.8 | 6.8 | .0 | -2.2 | -2.2 | 0.0 | 4.7 | 4.7 | .0 |
| 15000 (20000 | 13.1 | 13.2 | .0 | -.4 | -.4 | 0.0 | 12.8 | 12.8 | .0 |
| 20000 (30000 | 28.5 | 28.5 | .1 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | .1 |
| 30000 (50000 | 78.4 | 78.5 | .1 | -.0 | -.0 | .0 | 78.4 | 78.5 | .1 |
| 50000 (100000 | 44.8 | 44.9 | .1 | -.1 | -.1 | .0 | 44.7 | 44.8 | .1 |
| 100000 (200000 | 13.5 | 13.5 | .0 | 0.0 | 0.0 | 0.0 | 13.5 | 13.5 | .0 |
| 200000 (***** | 5.0 | 5.0 | .0 | 0.0 | 0.0 | 0.0 | 5.0 | 5.0 | .0 |
| TOTALS | 188.1 | 188.4 | .3 | -2.8 | -2.8 | .0 | 185.3 | 185.6 | .3 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 4

Plan Y: CONFERENCE PROVISION #5
DEPRECIATION PROVISION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2439. | .003 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 3349. | .005 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1039. | -.025 | 13949. | .065 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 87. | -.001 | 10696. | .052 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 6752. | .074 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1398. | .027 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 23. | -.000 | 213. | .043 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1152. | -.026 | 38797. | .270 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 463. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 142. | .000 | 0. | 0.000 | 5569. | .011 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 83. | -.001 | 2056. | .005 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 88. | -.001 | 1680. | .003 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 50. | -.000 | 2626. | .015 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 460. | .005 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 142. | .000 | 222. | -.001 | 12853. | .040 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 463. | .000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 142. | .000 | 0. | 0.000 | 8009. | .014 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 83. | -.001 | 2056. | .005 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 88. | -.001 | 5029. | .000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1090. | -.025 | 16574. | .001 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 87. | -.001 | 11156. | .057 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3. | -.000 | 6752. | .074 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1398. | .027 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 23. | -.000 | 213. | .043 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 142. | .000 | 1373. | -.027 | 51650. | .310 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6
LIMIT PASSIVE LOSSESData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -128.8 | -104.9 | 23.8 | 35.3 | 41.5 | 6.2 |
| 5000 (10000 | 226 | 56.7 | 50.1 | 50.1 | 385.2 | 386.3 | 1.1 | 186.6 | 187.5 | .9 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.5 | 548.5 | .0 | 223.4 | 223.5 | .0 |
| 15000 (20000 | 125 | 39.1 | 34.3 | 34.3 | 611.7 | 613.1 | 1.4 | 354.9 | 356.3 | 1.4 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 52.8 | 1282.1 | 1282.5 | .3 | 695.1 | 695.1 | .1 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2228.5 | 2236.5 | 8.0 | 1378.6 | 1384.7 | 6.1 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.6 | 1212.1 | 1223.8 | 11.6 | 759.1 | 767.2 | 8.1 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 291.3 | 297.5 | 6.2 | 178.9 | 183.4 | 4.5 |
| 200000 (***** | 71 | .3 | .3 | .3 | 116.5 | 128.4 | 11.8 | 52.9 | 60.3 | 7.4 |
| TOTALS | 1699 | 345.6 | 283.2 | 283.3 | 6547.2 | 6611.6 | 64.4 | 3864.9 | 3899.5 | 34.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.2 | 29.7 | 36.5 | 41.9 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 7.5 | 104.4 | 104.6 | 94.2 | 94.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.0 | 26.0 | 224.7 | 224.7 | 100.9 | 100.9 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 23.8 | 190.1 | 190.0 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 49.0 | 48.8 | 419.1 | 419.1 | 176.8 | 177.1 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 62.7 | 646.5 | 648.2 | 208.7 | 208.9 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 382.8 | 386.3 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 103.9 | 105.5 | 8.9 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 62.4 | 66.8 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.8 | 203.6 | 2163.5 | 2181.9 | 798.7 | 799.4 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | 1.2 | .5 | 0.0 | 0.0 | 0.0 | .7 | 1.2 | .5 |
| 5000 (10000 | 5.3 | 5.3 | .0 | -.2 | -.2 | 0.0 | 5.1 | 5.1 | .0 |
| 10000 (15000 | 6.8 | 6.8 | .0 | -2.2 | -2.2 | 0.0 | 4.7 | 4.7 | .0 |
| 15000 (20000 | 13.2 | 13.2 | .1 | -.4 | -.4 | 0.0 | 12.8 | 12.9 | .1 |
| 20000 (30000 | 28.5 | 28.5 | .0 | 0.0 | 0.0 | 0.0 | 28.5 | 28.5 | .0 |
| 30000 (50000 | 78.5 | 71.0 | .5 | -.0 | -.0 | 0.0 | 78.5 | 71.0 | .5 |
| 50000 (100000 | 44.9 | 45.6 | .7 | -.1 | -.1 | 0.0 | 44.8 | 45.5 | .7 |
| 100000 (200000 | 13.5 | 13.9 | .4 | 0.0 | 0.0 | 0.0 | 13.5 | 13.9 | .4 |
| 200000 (***** | 5.0 | 5.8 | .8 | 0.0 | 0.0 | 0.0 | 5.0 | 5.8 | .8 |
| TOTALS | 188.4 | 191.4 | 3.0 | -2.8 | -2.8 | 0.0 | 185.6 | 188.6 | 3.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 5

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #6

LIMIT PASSIVE LOSSES

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 214. | .056 | 0. | 0.000 | 376. | .070 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 189. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 48. | .090 | 0. | 0.000 | 569. | .505 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 22. | .187 | 0. | 0.000 | 1035. | .674 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 25. | .272 | 0. | 0.000 | 313. | .397 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 9. | .171 | 0. | 0.000 | 150. | .777 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 317. | .785 | 0. | 0.000 | 2443. | 2.424 | 189. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 66. | .488 | 0. | 0.000 | 66. | .488 | 74. | .488 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 721. | .034 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 62. | .002 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 50. | .005 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 66. | .488 | 0. | 0.000 | 899. | .529 | 74. | .488 |
| +++++++ (5000 | 0. | 0.000 | 66. | .488 | 0. | 0.000 | 66. | .488 | 74. | .488 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 721. | .034 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 62. | .002 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 214. | .056 | 0. | 0.000 | 376. | .070 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 50. | .005 | 189. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 48. | .090 | 0. | 0.000 | 569. | .505 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 22. | .187 | 0. | 0.000 | 1035. | .674 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 25. | .272 | 0. | 0.000 | 313. | .397 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 9. | .171 | 0. | 0.000 | 150. | .777 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 383. | 1.273 | 0. | 0.000 | 3342. | 2.953 | 263. | .488 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #7
EMPLOYEE, MOVING, & MISC DEDUCTIONSData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -184.9 | -183.6 | 1.3 | 41.5 | 41.7 | .2 |
| 5000 (10000 | 226 | 56.7 | 50.1 | 50.1 | 386.3 | 398.8 | 12.5 | 187.5 | 192.5 | 5.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 548.5 | 568.5 | 20.0 | 223.5 | 227.0 | 3.5 |
| 15000 (20000 | 125 | 39.1 | 34.3 | 34.3 | 613.1 | 633.6 | 20.4 | 356.3 | 360.9 | 4.5 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 53.8 | 1282.5 | 1301.5 | 19.0 | 695.1 | 707.6 | 12.5 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2236.5 | 2272.4 | 35.9 | 1384.7 | 1400.3 | 15.6 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1223.8 | 1236.9 | 13.1 | 767.2 | 774.0 | 6.9 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 297.5 | 301.4 | 3.9 | 183.4 | 184.0 | .6 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.4 | 128.5 | .1 | 60.3 | 61.2 | .9 |
| TOTALS | 1699 | 345.6 | 283.3 | 284.4 | 6611.6 | 6737.9 | 126.3 | 3899.5 | 3949.3 | 49.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 10.3 | 36.5 | 36.6 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 11.8 | 104.6 | 112.1 | 94.2 | 94.2 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.0 | 26.7 | 224.7 | 240.1 | 100.9 | 102.0 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 24.8 | 190.0 | 205.1 | 88.0 | 88.0 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 48.8 | 49.7 | 419.1 | 424.3 | 177.1 | 177.4 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 63.0 | 648.2 | 667.4 | 208.9 | 208.9 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 386.3 | 392.8 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 105.5 | 108.8 | 8.9 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 66.8 | 66.1 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.6 | 210.9 | 2181.9 | 2253.1 | 799.4 | 800.8 | 9.1 | 9.2 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.2 | .0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | .0 |
| 5000 (10000 | 5.3 | 5.5 | .2 | -.2 | -.2 | 0.0 | 5.1 | 5.3 | .2 |
| 10000 (15000 | 6.8 | 6.9 | .1 | -2.2 | -2.2 | .0 | 4.7 | 4.8 | .1 |
| 15000 (20000 | 13.2 | 13.4 | .2 | -.4 | -.4 | 0.0 | 12.9 | 13.1 | .2 |
| 20000 (30000 | 28.5 | 29.1 | .6 | 0.0 | 0.0 | 0.0 | 28.5 | 29.1 | .6 |
| 30000 (50000 | 71.0 | 72.2 | 1.2 | -.0 | 0.0 | .0 | 71.0 | 72.2 | 1.2 |
| 50000 (100000 | 45.6 | 46.0 | .5 | -.1 | -.1 | .0 | 45.5 | 46.0 | .5 |
| 100000 (200000 | 13.9 | 13.9 | .0 | 0.0 | 0.0 | 0.0 | 13.9 | 13.9 | .0 |
| 200000 (***** | 5.8 | 5.9 | .1 | 0.0 | 0.0 | 0.0 | 5.8 | 5.9 | .1 |
| TOTALS | 191.4 | 194.2 | 2.9 | -2.8 | -2.8 | .0 | 188.6 | 191.5 | 2.9 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 6

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 07

EMPLOYEE, MOVING, & MISC DEDUCTIONS

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 429. | .005 | 25. | .000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1953. | .015 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12643. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 14123. | .137 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 1088. | .006 | 2194. | -.009 | 33884. | .554 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 16. | .001 | 718. | -.022 | 45123. | 1.179 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 831. | -.036 | 18600. | .507 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 181. | -.022 | 1349. | .066 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 242. | .004 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 1104. | .007 | 3926. | -.009 | 128346. | 2.626 | 25. | .000 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 712. | .003 | 82. | .001 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5270. | .195 | 4326. | .173 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1194. | .042 | 686. | .020 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1160. | .051 | 1004. | .017 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 203. | -.004 | 1734. | .072 | 894. | .031 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 184. | .013 | 306. | .003 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 203. | -.004 | 10253. | .376 | 7298. | .245 |
| +++++ (5000 | 0. | 0.000 | 0. | 0.000 | 2. | -.000 | 1140. | .008 | 107. | .001 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 7224. | .209 | 4326. | .173 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 13837. | .122 | 686. | .020 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 1. | -.000 | 15283. | .188 | 1004. | .017 |
| 20000 (30000 | 0. | 0.000 | 1088. | .006 | 2397. | -.012 | 35618. | .626 | 894. | .031 |
| 30000 (50000 | 0. | 0.000 | 16. | .001 | 718. | -.022 | 45307. | 1.192 | 306. | .003 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 831. | -.036 | 18600. | .507 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 181. | -.022 | 1349. | .066 | 0. | 0.000 |
| 200000 (+++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 242. | .004 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 1104. | .007 | 4130. | -.092 | 138599. | 3.002 | 7322. | .246 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION 08
LIMIT NON-BUS INTEREST DEDUCTIONSData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -103.6 | -103.9 | -.3 | 41.7 | 41.7 | .0 |
| 5000 (10000 | 226 | 56.7 | 50.1 | 50.9 | 390.8 | 390.3 | -.4 | 192.5 | 194.9 | 2.4 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 568.5 | 567.9 | -.6 | 227.0 | 228.3 | 1.3 |
| 15000 (20000 | 125 | 39.1 | 34.3 | 35.3 | 633.6 | 633.0 | -.6 | 360.9 | 367.0 | 6.1 |
| 20000 (30000 | 198 | 57.0 | 53.8 | 54.4 | 1301.5 | 1296.7 | -4.8 | 707.6 | 730.0 | 31.2 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2272.4 | 2267.0 | -5.4 | 1400.3 | 1430.6 | 30.3 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1236.9 | 1234.9 | -2.0 | 774.0 | 784.8 | 10.8 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 301.4 | 301.1 | -.3 | 184.0 | 185.1 | 1.1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 120.5 | 120.3 | -.2 | 61.2 | 61.5 | .3 |
| TOTALS | 1699 | 345.6 | 284.4 | 286.7 | 6737.9 | 6723.3 | -14.5 | 3949.3 | 4032.7 | 83.5 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.3 | 36.6 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 112.1 | 109.1 | 94.2 | 94.3 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 240.1 | 237.0 | 102.0 | 102.4 | 2.0 | 2.0 | 0.0 | 0.0 |
| 15000 (20000 | 24.8 | 24.8 | 205.1 | 198.2 | 88.0 | 88.2 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 49.7 | 49.3 | 424.3 | 387.7 | 177.4 | 177.9 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 63.0 | 63.0 | 667.4 | 631.7 | 200.9 | 200.9 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 392.0 | 380.1 | 70.0 | 70.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 100.8 | 107.4 | 8.9 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 66.1 | 65.6 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 210.9 | 210.5 | 2253.1 | 2154.2 | 800.8 | 801.9 | 9.2 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.2 | .0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | .0 |
| 5000 (10000 | 5.5 | 5.5 | .0 | -.2 | -.2 | 0.0 | 5.3 | 5.4 | .0 |
| 10000 (15000 | 6.9 | 7.0 | .0 | -2.2 | -2.2 | 0.0 | 4.8 | 4.8 | .0 |
| 15000 (20000 | 13.4 | 13.7 | .2 | -.4 | -.4 | 0.0 | 13.1 | 13.3 | .2 |
| 20000 (30000 | 29.1 | 30.5 | 1.4 | 0.0 | 0.0 | 0.0 | 29.1 | 30.5 | 1.4 |
| 30000 (50000 | 72.2 | 74.5 | 2.3 | 0.0 | 0.0 | 0.0 | 72.2 | 74.5 | 2.3 |
| 50000 (100000 | 46.0 | 46.7 | .7 | -.1 | -.1 | .0 | 46.0 | 46.7 | .7 |
| 100000 (200000 | 13.9 | 14.1 | .1 | 0.0 | 0.0 | 0.0 | 13.9 | 14.1 | .1 |
| 200000 (***** | 5.9 | 5.9 | .0 | 0.0 | 0.0 | 0.0 | 5.9 | 5.9 | .0 |
| TOTALS | 194.2 | 199.1 | 4.9 | -2.0 | -2.7 | .0 | 191.5 | 196.4 | 4.9 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 7

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #8

LIMIT NON-BUS INTEREST DEDUCTIONS

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29. | .005 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 803. | .016 | 0. | 0.000 | 3506. | .046 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1603. | .042 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 962. | .030 | 0. | 0.000 | 10443. | .250 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 595. | .046 | 329. | -.002 | 38297. | 1.409 | 403. | .025 |
| 30000 (50000 | 0. | 0.000 | 5. | .001 | 58. | -.000 | 45954. | 2.313 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 45. | -.001 | 19174. | .696 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1371. | .110 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 179. | .036 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 2366. | .093 | 432. | -.003 | 120556. | 4.906 | 403. | .025 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 29. | .005 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 803. | .016 | 0. | 0.000 | 3506. | .046 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1603. | .042 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 962. | .030 | 0. | 0.000 | 10443. | .250 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 595. | .046 | 329. | -.002 | 38297. | 1.409 | 403. | .025 |
| 30000 (50000 | 0. | 0.000 | 5. | .001 | 58. | -.000 | 45954. | 2.313 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 45. | -.001 | 19174. | .696 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1371. | .110 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 179. | .036 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 2366. | .093 | 432. | -.003 | 120556. | 4.906 | 403. | .025 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 8

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #9
INCREASED FLOOR UNDER MEDICAL DEDUCTData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -183.9 | -183.9 | 0.0 | 41.7 | 41.7 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 50.9 | 398.3 | 398.3 | 0.0 | 194.9 | 195.4 | .5 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 228.3 | 232.2 | 4.0 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.3 | 633.0 | 633.0 | 0.0 | 367.0 | 371.5 | 4.5 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 738.8 | 750.1 | 11.3 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | 0.0 | 1430.6 | 1439.8 | 9.4 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 784.8 | 787.1 | 2.3 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 301.1 | 301.1 | 0.0 | 185.1 | 185.2 | .1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 61.5 | 61.5 | 0.0 |
| TOTALS | 1699 | 345.6 | 286.7 | 286.7 | 6723.3 | 6723.3 | 0.0 | 4032.7 | 4063.7 | 31.0 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 109.1 | 108.6 | 94.3 | 94.3 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 237.8 | 232.7 | 102.4 | 103.5 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 24.8 | 24.8 | 198.2 | 193.7 | 88.2 | 88.2 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 49.3 | 48.4 | 387.7 | 376.4 | 177.9 | 177.9 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 63.0 | 63.0 | 631.7 | 623.4 | 208.9 | 208.9 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 380.1 | 377.8 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 187.4 | 187.3 | 8.9 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 65.6 | 65.6 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 218.5 | 209.6 | 2154.2 | 2122.0 | 801.9 | 803.1 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.2 | 0.0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 5.5 | 5.6 | .0 | -.2 | -.2 | 0.0 | 5.4 | 5.4 | .0 |
| 10000 (15000 | 7.0 | 7.1 | .1 | -2.2 | -2.1 | .1 | 4.8 | 5.0 | .1 |
| 15000 (20000 | 13.7 | 13.9 | .2 | -.4 | -.4 | 0.0 | 13.3 | 13.5 | .2 |
| 20000 (30000 | 30.5 | 31.2 | .6 | 0.0 | 0.0 | 0.0 | 30.5 | 31.2 | .6 |
| 30000 (50000 | 74.5 | 75.1 | .6 | 0.0 | 0.0 | 0.0 | 74.5 | 75.1 | .6 |
| 50000 (100000 | 46.7 | 46.9 | .2 | -.1 | -.0 | .0 | 46.7 | 46.8 | .2 |
| 100000 (200000 | 14.1 | 14.1 | .0 | 0.0 | 0.0 | 0.0 | 14.1 | 14.1 | .0 |
| 200000 (***** | 5.9 | 5.9 | 0.0 | 0.0 | 0.0 | 0.0 | 5.9 | 5.9 | 0.0 |
| TOTALS | 199.1 | 200.8 | 1.7 | -2.7 | -2.7 | .1 | 196.4 | 198.2 | 1.8 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 8

Plan Y: CONFERENCE PROVISION #9

Data for: ALL RETURNS

INCREASED FLOOR UNDER MEDICAL DEDUCT

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|---------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2298. | .014 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15768. | .135 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11579. | .215 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 24593. | .613 | 895. | .040 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 211. | -.001 | 18572. | .620 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 11. | -.000 | 4162. | .164 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51. | .005 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 223. | -.001 | 77023. | 1.766 | 895. | .040 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2298. | .014 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 15768. | .135 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 11579. | .215 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 24593. | .613 | 895. | .040 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 211. | -.001 | 18572. | .620 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 11. | -.000 | 4162. | .164 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 51. | .005 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS. Total | 0. | 0.000 | 0. | 0.000 | 223. | -.001 | 77023. | 1.766 | 895. | .040 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 9

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #10
REPEAL SALES TAX DEDUCTION

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -103.9 | -103.9 | 0.0 | 41.7 | 41.8 | .0 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 50.9 | 398.3 | 398.3 | 0.0 | 195.4 | 196.1 | .6 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 232.2 | 234.9 | 2.7 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.3 | 633.0 | 633.0 | 0.0 | 371.5 | 373.4 | 1.9 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 750.1 | 758.2 | 8.1 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | .0 | 1439.0 | 1455.1 | 15.1 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 787.1 | 793.3 | 6.3 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.4 | 301.1 | 301.1 | 0.0 | 185.2 | 186.3 | 1.2 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 61.5 | 62.0 | .5 |
| TOTALS | 1699 | 345.6 | 286.7 | 286.7 | 6723.3 | 6723.3 | .0 | 4063.7 | 4101.1 | 37.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 100.6 | 107.9 | 94.3 | 94.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 232.7 | 229.2 | 103.5 | 104.3 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 24.8 | 22.0 | 193.7 | 191.8 | 80.2 | 80.2 | 1.9 | 1.9 | 0.0 | 0.0 |
| 20000 (30000 | 48.4 | 47.6 | 376.4 | 360.3 | 177.9 | 177.9 | 1.3 | 1.3 | 0.0 | 0.0 |
| 30000 (50000 | 63.0 | 62.2 | 623.4 | 607.2 | 200.9 | 200.9 | .9 | .9 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 377.8 | 371.6 | 78.0 | 78.0 | 1.4 | 1.4 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 107.3 | 106.1 | 8.9 | 8.9 | .4 | .4 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 65.6 | 65.1 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 209.6 | 205.1 | 2122.0 | 2083.7 | 803.1 | 804.0 | 9.1 | 9.1 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.2 | .0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | .0 |
| 5000 (10000 | 5.6 | 5.6 | .0 | -.2 | -.2 | 0.0 | 5.4 | 5.4 | .0 |
| 10000 (15000 | 7.1 | 7.1 | .1 | -2.1 | -2.1 | .0 | 5.0 | 5.0 | .1 |
| 15000 (20000 | 13.9 | 14.0 | .1 | -.4 | -.4 | 0.0 | 13.5 | 13.6 | .1 |
| 20000 (30000 | 31.2 | 31.6 | .5 | 0.0 | 0.0 | 0.0 | 31.2 | 31.6 | .5 |
| 30000 (50000 | 75.1 | 76.3 | 1.2 | 0.0 | 0.0 | 0.0 | 75.1 | 76.3 | 1.2 |
| 50000 (100000 | 46.9 | 47.4 | .5 | -.0 | -.0 | .0 | 46.8 | 47.3 | .5 |
| 100000 (200000 | 14.1 | 14.2 | .1 | 0.0 | 0.0 | 0.0 | 14.1 | 14.2 | .1 |
| 200000 (***** | 5.9 | 6.0 | .1 | 0.0 | 0.0 | 0.0 | 5.9 | 6.0 | .1 |
| TOTALS | 200.8 | 203.4 | 2.6 | -2.7 | -2.7 | .0 | 198.2 | 200.8 | 2.6 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 9

Plan Y: CONFERENCE PROVISION #10

Data for: ALL RETURNS

REPEAL SALES TAX DEDUCTION

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 36. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5167. | .019 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 1638. | -.005 | 14226. | .090 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12176. | .087 | 2831. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 853. | -.014 | 39466. | .491 | 835. | .011 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1332. | -.002 | 53344. | 1.235 | 839. | .046 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 91. | -.015 | 19573. | .537 | 48. | .003 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2050. | .117 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 240. | .051 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 3915. | -.037 | 146277. | 2.628 | 4554. | .064 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 36. | .002 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5167. | .019 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 1638. | -.005 | 14226. | .090 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12176. | .087 | 2831. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 853. | -.014 | 39466. | .491 | 835. | .011 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1332. | -.002 | 53344. | 1.235 | 839. | .046 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 91. | -.015 | 19573. | .537 | 48. | .003 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2050. | .117 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 240. | .051 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 3915. | -.037 | 146277. | 2.628 | 4554. | .064 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 10
Plan Y: CONFERENCE PROVISION #11
REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI
Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 24.6 | -183.9 | -183.9 | 0.0 | 41.8 | 41.8 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 50.9 | 398.3 | 398.3 | 0.0 | 196.1 | 195.9 | -0.2 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 234.9 | 234.6 | -0.3 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.3 | 633.0 | 633.0 | 0.0 | 373.4 | 371.5 | -1.9 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 758.2 | 754.2 | -4.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | -0.0 | 1455.1 | 1451.5 | -3.6 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 793.3 | 787.4 | -5.9 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.5 | 381.1 | 381.1 | 0.0 | 186.3 | 184.2 | -2.1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 62.0 | 60.5 | -1.5 |
| TOTALS | 1699 | 345.6 | 286.7 | 286.8 | 6723.3 | 6723.3 | -0.0 | 4181.1 | 4081.7 | -99.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 187.9 | 188.0 | 94.4 | 94.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 229.2 | 229.5 | 184.3 | 184.3 | 2.8 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 22.0 | 22.0 | 191.8 | 193.6 | 88.2 | 88.2 | 1.9 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 47.6 | 48.7 | 368.3 | 372.5 | 177.9 | 177.6 | 1.3 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 62.2 | 62.7 | 687.2 | 618.8 | 288.9 | 288.9 | .9 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 371.6 | 377.5 | 78.0 | 78.0 | 1.4 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 186.1 | 188.3 | 8.9 | 8.9 | .4 | .2 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 65.1 | 66.6 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 285.1 | 286.9 | 2083.7 | 2103.4 | 884.0 | 883.7 | 9.1 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.2 | 0.0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 5.6 | 5.6 | .0 | -0.2 | -0.2 | 0.0 | 5.4 | 5.4 | .0 |
| 10000 (15000 | 7.1 | 7.2 | .1 | -2.1 | -2.1 | 0.0 | 5.0 | 5.1 | .1 |
| 15000 (20000 | 14.0 | 14.2 | .3 | -0.4 | -0.4 | 0.0 | 13.6 | 13.9 | .3 |
| 20000 (30000 | 31.6 | 32.0 | .4 | 0.0 | 0.0 | 0.0 | 31.6 | 32.0 | .4 |
| 30000 (50000 | 76.3 | 76.3 | -0.1 | 0.0 | 0.0 | 0.0 | 76.3 | 76.3 | -0.1 |
| 50000 (100000 | 47.4 | 47.4 | .0 | -0.0 | -0.0 | .0 | 47.3 | 47.3 | .0 |
| 100000 (200000 | 14.2 | 14.2 | .0 | 0.0 | 0.0 | 0.0 | 14.2 | 14.2 | .0 |
| 200000 (***** | 6.0 | 5.8 | -0.1 | 0.0 | 0.0 | 0.0 | 6.0 | 5.8 | -0.1 |
| TOTALS | 203.4 | 204.0 | .6 | -2.7 | -2.7 | .0 | 200.8 | 201.3 | .6 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 10

Plan Y: CONFERENCE PROVISION #11

REPEAL ITC

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1117. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 595. | .007 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 214. | -.005 | 3990. | .107 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2407. | -.021 | 1901. | .018 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 3967. | -.003 | 319. | .040 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3022. | -.217 | 1476. | .234 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 52. | .006 | 574. | -.131 | 526. | .181 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 81. | -.150 | 72. | .018 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 52. | .006 | 10264. | -.607 | 10006. | .605 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 882. | .017 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 943. | .066 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 870. | .163 | 86. | .006 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2247. | .354 | 1134. | .233 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 538. | -.033 | 185. | .009 | 577. | -.029 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 48. | -.014 | 0. | 0.000 | 48. | -.014 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 586. | -.047 | 5128. | .608 | 1845. | .195 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1999. | .018 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1538. | .072 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 214. | -.005 | 4869. | .270 | 86. | .006 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 2407. | -.021 | 4148. | .371 | 1134. | .233 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 4505. | -.116 | 505. | .049 | 577. | -.029 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3070. | -.231 | 1476. | .234 | 48. | -.014 |
| 100000 (200000 | 0. | 0.000 | 52. | .006 | 574. | -.131 | 526. | .181 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 81. | -.150 | 72. | .018 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 52. | .006 | 10850. | -.654 | 15134. | 1.213 | 1845. | .195 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 11

Plan Y: CONFERENCE PROVISION #12

Data for: FEDERAL FILERS ONLY

EXPANDED EARNED INCOME CREDIT

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 374 | 54.8 | 24.6 | 24.6 | -103.9 | -103.9 | 0.0 | 41.8 | 41.8 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 50.9 | 390.3 | 390.3 | 0.0 | 195.9 | 196.6 | .7 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 234.6 | 238.0 | 3.4 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.3 | 633.0 | 633.0 | 0.0 | 371.5 | 371.8 | .3 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 754.2 | 754.2 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | 0.0 | 1451.5 | 1451.5 | 0.0 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 787.4 | 787.4 | 0.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 301.1 | 301.1 | 0.0 | 104.2 | 104.2 | 0.0 |
| 200000 (++++++) | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 60.5 | 60.5 | 0.0 |
| TOTALS | 1699 | 345.6 | 286.8 | 286.8 | 6723.3 | 6723.3 | 0.0 | 4001.7 | 4006.1 | 4.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 108.0 | 107.3 | 94.4 | 94.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 229.5 | 226.1 | 104.3 | 104.3 | 2.7 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 22.0 | 22.0 | 193.6 | 193.3 | 88.2 | 88.2 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 48.7 | 372.5 | 372.5 | 177.6 | 177.6 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 62.7 | 610.8 | 610.8 | 200.9 | 200.9 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 377.5 | 377.5 | 78.0 | 78.0 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 100.3 | 100.3 | 8.9 | 8.9 | .2 | .2 | 0.0 | 0.0 |
| 200000 (++++++) | .3 | .3 | 66.6 | 66.6 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 206.9 | 206.9 | 2103.4 | 2090.9 | 803.7 | 803.8 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.2 | 1.2 | 0.0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 5.6 | 5.6 | .0 | -.2 | -.2 | 0.0 | 5.4 | 5.4 | .0 |
| 10000 (15000 | 7.2 | 7.3 | .1 | -2.1 | -2.1 | .0 | 5.1 | 5.2 | .1 |
| 15000 (20000 | 14.2 | 14.2 | .0 | -.4 | -.4 | 0.0 | 13.9 | 13.9 | .0 |
| 20000 (30000 | 32.0 | 32.0 | 0.0 | 0.0 | 0.0 | 0.0 | 32.0 | 32.0 | 0.0 |
| 30000 (50000 | 76.3 | 76.3 | 0.0 | 0.0 | 0.0 | 0.0 | 76.3 | 76.3 | 0.0 |
| 50000 (100000 | 47.4 | 47.4 | 0.0 | -.0 | -.0 | 0.0 | 47.3 | 47.3 | 0.0 |
| 100000 (200000 | 14.2 | 14.2 | 0.0 | 0.0 | 0.0 | 0.0 | 14.2 | 14.2 | 0.0 |
| 200000 (++++++) | 5.8 | 5.8 | 0.0 | 0.0 | 0.0 | 0.0 | 5.8 | 5.8 | 0.0 |
| TOTALS | 204.0 | 204.1 | .1 | -2.7 | -2.7 | .0 | 201.3 | 201.4 | .1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS 01 - 11

Plan Y: CONFERENCE PROVISION 012

Data for: ALL RETURNS

EXPANDED EARNED INCOME CREDIT

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .011 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5688. | .102 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1559. | .011 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8786. | .123 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1539. | .011 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5688. | .102 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1559. | .011 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 8786. | .123 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 12

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #13
REPEAL POLITICAL CONTRIBUTION CREDIT

Data for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 374 | 54.8 | 24.6 | 24.6 | -103.9 | -103.9 | 0.0 | 41.8 | 41.8 | 0.0 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 50.9 | 398.3 | 398.3 | 0.0 | 196.6 | 196.6 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 238.0 | 237.9 | -.1 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.3 | 633.0 | 633.0 | 0.0 | 371.8 | 371.5 | -.4 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 754.2 | 754.2 | -.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | 0.0 | 1451.5 | 1451.0 | -.5 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 787.4 | 787.1 | -.3 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 301.1 | 301.1 | 0.0 | 184.2 | 184.2 | -.0 |
| 200000 (+++++++ | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 60.5 | 60.5 | -.0 |
| TOTALS | 1699 | 345.6 | 286.8 | 286.8 | 6723.3 | 6723.3 | 0.0 | 4086.1 | 4084.7 | -1.4 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| +++++++ (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 42.1 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.8 | 107.3 | 107.3 | 94.5 | 94.5 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 226.1 | 226.2 | 104.3 | 104.3 | 2.7 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 22.0 | 22.0 | 193.3 | 193.7 | 88.2 | 88.2 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 48.7 | 372.5 | 372.6 | 177.6 | 177.6 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 62.7 | 610.0 | 611.3 | 208.9 | 208.9 | .6 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 377.5 | 377.8 | 78.0 | 78.0 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 108.3 | 108.3 | 8.9 | 8.9 | .2 | .2 | 0.0 | 0.0 |
| 200000 (+++++++ | .3 | .3 | 66.6 | 66.6 | 1.2 | 1.2 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 206.9 | 206.9 | 2098.9 | 2100.3 | 803.8 | 803.8 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| +++++++ (5000 | 1.2 | 1.2 | 0.0 | 0.0 | 0.0 | 0.0 | 1.2 | 1.2 | 0.0 |
| 5000 (10000 | 5.6 | 5.6 | 0.0 | -.2 | -.2 | 0.0 | 5.4 | 5.4 | 0.0 |
| 10000 (15000 | 7.3 | 7.3 | -.0 | -2.1 | -2.1 | -.0 | 5.2 | 5.2 | -.0 |
| 15000 (20000 | 14.2 | 14.2 | -.0 | -.4 | -.4 | 0.0 | 13.9 | 13.9 | -.0 |
| 20000 (30000 | 32.0 | 32.0 | -.0 | 0.0 | 0.0 | 0.0 | 32.0 | 32.0 | -.0 |
| 30000 (50000 | 76.3 | 76.2 | -.0 | 0.0 | 0.0 | 0.0 | 76.3 | 76.2 | -.0 |
| 50000 (100000 | 47.4 | 47.4 | -.0 | -.0 | -.0 | 0.0 | 47.3 | 47.3 | -.0 |
| 100000 (200000 | 14.2 | 14.2 | -.0 | 0.0 | 0.0 | 0.0 | 14.2 | 14.2 | -.0 |
| 200000 (+++++++ | 5.8 | 5.8 | -.0 | 0.0 | 0.0 | 0.0 | 5.8 | 5.8 | -.0 |
| TOTALS | 204.1 | 204.0 | -.1 | -2.7 | -2.7 | -.0 | 201.4 | 201.3 | -.1 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS 01 - 12

Plan Y: CONFERENCE PROVISION 013

Data for: ALL RETURNS

REPEAL POLITICAL CONTRIBUTION CREDIT

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3747. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8178. | -.018 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 4121. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 6178. | -.042 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3676. | -.026 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 503. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 40. | -.001 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 26443. | -.099 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 3747. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 8178. | -.018 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 4121. | -.003 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 6178. | -.042 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 3676. | -.026 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 503. | -.005 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 40. | -.001 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 26443. | -.099 | 0. | 0.000 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 13

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #14
MODIFY EXEMPTIONData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 28.6 | -183.9 | -183.9 | 0.0 | 41.8 | 64.4 | 22.6 |
| 5000 (10000 | 226 | 56.7 | 50.9 | 51.3 | 398.3 | 398.3 | 0.0 | 196.6 | 219.6 | 23.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 237.9 | 257.8 | 19.9 |
| 15000 (20000 | 125 | 39.1 | 35.3 | 35.4 | 633.0 | 633.0 | 0.0 | 371.5 | 384.0 | 12.5 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 754.2 | 781.3 | 27.1 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | -0.0 | 1451.0 | 1488.9 | 37.8 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 787.1 | 885.8 | 18.7 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 301.1 | 300.9 | -0.1 | 184.2 | 186.3 | 2.2 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 60.5 | 60.8 | .4 |
| TOTALS | 1699 | 345.6 | 286.8 | 291.3 | 6723.3 | 6723.2 | -0.1 | 4084.7 | 4248.9 | 164.3 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.3 | 36.4 | 36.4 | 42.1 | 19.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.8 | 11.2 | 107.3 | 106.3 | 94.5 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.7 | 226.2 | 225.6 | 104.3 | 85.0 | 2.7 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 22.0 | 21.8 | 193.7 | 190.5 | 88.2 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 48.6 | 372.6 | 356.8 | 177.6 | 166.1 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 62.7 | 61.2 | 611.3 | 578.9 | 208.9 | 203.5 | .6 | .7 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 377.8 | 362.3 | 78.0 | 74.8 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 108.3 | 107.3 | 8.9 | 7.7 | .2 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 66.6 | 66.5 | 1.2 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 206.9 | 204.6 | 2100.3 | 2030.7 | 803.8 | 708.8 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.2 | 1.8 | .6 | 0.0 | 0.0 | 0.0 | 1.2 | 1.8 | .6 |
| 5000 (10000 | 5.6 | 6.4 | .8 | -0.2 | -0.2 | 0.0 | 5.4 | 6.3 | .8 |
| 10000 (15000 | 7.3 | 7.8 | .5 | -2.1 | -1.8 | .3 | 5.2 | 6.0 | .8 |
| 15000 (20000 | 14.2 | 14.8 | .6 | -0.4 | -0.4 | 0.0 | 13.9 | 14.5 | .6 |
| 20000 (30000 | 32.0 | 33.5 | 1.5 | 0.0 | 0.0 | 0.0 | 32.0 | 33.5 | 1.5 |
| 30000 (50000 | 76.2 | 79.1 | 2.8 | 0.0 | 0.0 | 0.0 | 76.2 | 79.1 | 2.8 |
| 50000 (100000 | 47.4 | 48.9 | 1.5 | -0.0 | -0.0 | .0 | 47.3 | 48.9 | 1.5 |
| 100000 (200000 | 14.2 | 14.5 | .2 | 0.0 | 0.0 | 0.0 | 14.2 | 14.5 | .2 |
| 200000 (***** | 5.8 | 5.9 | .0 | 0.0 | 0.0 | 0.0 | 5.8 | 5.9 | .0 |
| TOTALS | 204.0 | 212.7 | 8.7 | -2.7 | -2.4 | .3 | 201.3 | 210.3 | 9.0 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 13

Plan Y: CONFERENCE PROVISION #14
MODIFY EXEMPTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 130. | .001 | 0. | 0.000 | 983. | .016 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 426. | .007 | 0. | 0.000 | 7546. | .060 | 537. | .000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19008. | .460 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 116. | .003 | 0. | 0.000 | 19002. | .550 | 244. | .001 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 895. | -.000 | 44904. | 1.411 | 144. | .003 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 390. | -.002 | 60999. | 2.822 | 1502. | .030 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 822. | -.023 | 19015. | 1.570 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1007. | .239 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 205. | .030 | 0. | 0.000 |
| ITEMIZE. Total | 0. | 0.000 | 672. | .012 | 2107. | -.034 | 175068. | 7.174 | 2426. | .034 |
| +++++++ (5000 | 0. | 0.000 | 3461. | .066 | 0. | 0.000 | 20587. | .557 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18543. | .786 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5625. | .342 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1044. | .071 | 40. | .003 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 820. | .073 | 74. | .005 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 73. | .011 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE. Total | 0. | 0.000 | 3461. | .066 | 0. | 0.000 | 46693. | 1.840 | 114. | .009 |
| +++++++ (5000 | 0. | 0.000 | 3591. | .067 | 0. | 0.000 | 21570. | .573 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 426. | .007 | 0. | 0.000 | 26009. | .845 | 537. | .000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 24632. | .810 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 116. | .003 | 0. | 0.000 | 20046. | .621 | 204. | .005 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 895. | -.000 | 45724. | 1.484 | 210. | .009 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 390. | -.002 | 61072. | 2.833 | 1502. | .030 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 822. | -.023 | 19015. | 1.570 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1007. | .239 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 205. | .030 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 4132. | .070 | 2107. | -.034 | 221761. | 9.014 | 2540. | .043 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 14

Plan Y: CONFERENCE PROVISION #15

Data for: FEDERAL FILERS ONLY

INCREASED STANDARD DEDUCTION

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 28.6 | 28.6 | -103.9 | -103.9 | 0.0 | 64.4 | 64.4 | .0 |
| 5000 (10000 | 226 | 56.7 | 51.3 | 51.3 | 398.3 | 398.3 | 0.0 | 219.6 | 220.0 | .3 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 257.8 | 258.6 | .8 |
| 15000 (20000 | 125 | 39.1 | 35.4 | 35.4 | 633.0 | 633.0 | 0.0 | 384.0 | 385.4 | 1.5 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 781.3 | 785.1 | 3.8 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | 0.0 | 1488.9 | 1492.5 | 3.6 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 805.8 | 806.5 | .7 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 300.9 | 300.9 | 0.0 | 186.3 | 186.3 | 0.0 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 60.8 | 60.8 | 0.0 |
| TOTALS | 1699 | 345.6 | 291.3 | 291.3 | 6723.2 | 6723.2 | 0.0 | 4248.9 | 4259.7 | 10.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 18.3 | 18.3 | 36.4 | 36.4 | 19.5 | 19.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.2 | 10.8 | 106.3 | 106.0 | 72.4 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.5 | 225.6 | 224.8 | 85.0 | 85.0 | 2.7 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 21.8 | 21.8 | 190.5 | 189.1 | 78.8 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 48.6 | 47.1 | 356.8 | 352.9 | 166.1 | 166.2 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 61.2 | 59.0 | 578.9 | 575.2 | 203.5 | 203.5 | .7 | .7 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 362.3 | 361.7 | 74.8 | 74.8 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 107.3 | 107.3 | 7.7 | 7.7 | .1 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 66.5 | 66.5 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 204.6 | 200.3 | 2030.7 | 2019.9 | 700.8 | 700.9 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.0 | 1.8 | .0 | 0.0 | 0.0 | 0.0 | 1.0 | 1.8 | .0 |
| 5000 (10000 | 6.4 | 6.5 | .0 | -.2 | -.2 | 0.0 | 6.3 | 6.3 | .0 |
| 10000 (15000 | 7.8 | 7.9 | .0 | -1.8 | -1.8 | .0 | 6.0 | 6.1 | .0 |
| 15000 (20000 | 14.8 | 14.9 | .1 | -.4 | -.4 | 0.0 | 14.5 | 14.6 | .1 |
| 20000 (30000 | 33.5 | 33.7 | .2 | 0.0 | 0.0 | 0.0 | 33.5 | 33.7 | .2 |
| 30000 (50000 | 79.1 | 79.4 | .3 | 0.0 | 0.0 | 0.0 | 79.1 | 79.4 | .3 |
| 50000 (100000 | 48.9 | 49.0 | .1 | -.0 | -.0 | 0.0 | 48.9 | 48.9 | .1 |
| 100000 (200000 | 14.5 | 14.5 | 0.0 | 0.0 | 0.0 | 0.0 | 14.5 | 14.5 | 0.0 |
| 200000 (***** | 5.9 | 5.9 | 0.0 | 0.0 | 0.0 | 0.0 | 5.9 | 5.9 | 0.0 |
| TOTALS | 212.7 | 213.4 | .7 | -2.4 | -2.4 | .0 | 210.3 | 211.0 | .7 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 14

Plan Y: CONFERENCE PROVISION 015

INCREASED STANDARD DEDUCTION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 587. | .001 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4307. | .012 | 426. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10927. | .037 | 139. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12134. | .104 | 10. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1650. | -.023 | 26533. | .242 | 1489. | -.019 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 790. | -.027 | 14910. | .322 | 2261. | .055 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1656. | .055 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 2440. | -.050 | 71053. | .772 | 4325. | .037 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 587. | .001 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4307. | .012 | 426. | .001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 10927. | .037 | 139. | .000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 12134. | .104 | 10. | .000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 1650. | -.023 | 26533. | .242 | 1489. | -.019 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 790. | -.027 | 14910. | .322 | 2261. | .055 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1656. | .055 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 2440. | -.050 | 71053. | .772 | 4325. | .037 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL
PROVISIONS #1 - 15

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE PROVISION #16
RATE CHANGES AND SURTAXData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 28.6 | 28.6 | -183.9 | -183.9 | 0.0 | 64.4 | 65.3 | .9 |
| 5000 (10000 | 226 | 56.7 | 51.3 | 51.3 | 398.3 | 398.3 | 0.0 | 220.0 | 219.4 | -.6 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 567.9 | 0.0 | 258.6 | 256.9 | -1.7 |
| 15000 (20000 | 125 | 39.1 | 35.4 | 35.4 | 633.0 | 633.0 | 0.0 | 385.4 | 384.5 | -.9 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.4 | 1296.7 | 1296.7 | 0.0 | 785.1 | 781.1 | -4.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2267.0 | 0.0 | 1492.5 | 1510.6 | 18.1 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1234.9 | 0.0 | 806.5 | 831.1 | 24.6 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 300.9 | 300.9 | 0.0 | 186.3 | 198.1 | 11.8 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 128.3 | 0.0 | 60.8 | 68.7 | 7.9 |
| TOTALS | 1699 | 345.6 | 291.3 | 291.3 | 6723.2 | 6723.2 | 0.0 | 4259.7 | 4315.8 | 56.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.3 | 10.7 | 36.4 | 35.5 | 19.5 | 19.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 10.8 | 11.2 | 106.0 | 106.6 | 72.4 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.5 | 26.7 | 224.8 | 226.5 | 85.0 | 85.0 | 2.7 | 2.7 | 0.0 | 0.0 |
| 15000 (20000 | 21.8 | 20.8 | 189.1 | 190.0 | 78.8 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 47.1 | 47.1 | 352.9 | 357.0 | 166.2 | 166.2 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 59.0 | 58.6 | 575.2 | 557.1 | 283.5 | 283.5 | .7 | .7 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 361.7 | 337.0 | 74.8 | 74.8 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 107.3 | 95.5 | 7.7 | 7.7 | .1 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 66.5 | 58.6 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 200.3 | 199.9 | 2019.9 | 1963.8 | 708.9 | 708.9 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.8 | 1.9 | .1 | 0.0 | 0.0 | 0.0 | 1.8 | 1.9 | .1 |
| 5000 (10000 | 6.5 | 6.4 | -.0 | -.2 | -.2 | 0.0 | 6.3 | 6.2 | -.0 |
| 10000 (15000 | 7.9 | 7.8 | -.0 | -1.8 | -1.8 | -.0 | 6.1 | 6.0 | -.1 |
| 15000 (20000 | 14.9 | 14.9 | -.0 | -.4 | -.4 | 0.0 | 14.6 | 14.6 | -.0 |
| 20000 (30000 | 33.7 | 33.5 | -.2 | 0.0 | 0.0 | 0.0 | 33.7 | 33.5 | -.2 |
| 30000 (50000 | 79.4 | 80.9 | 1.5 | 0.0 | 0.0 | 0.0 | 79.4 | 80.9 | 1.5 |
| 50000 (100000 | 49.0 | 51.1 | 2.1 | -.0 | -.0 | .0 | 48.9 | 51.0 | 2.1 |
| 100000 (200000 | 14.5 | 15.7 | 1.2 | 0.0 | 0.0 | 0.0 | 14.5 | 15.7 | 1.2 |
| 200000 (***** | 5.9 | 6.7 | .9 | 0.0 | 0.0 | 0.0 | 5.9 | 6.7 | .9 |
| TOTALS | 213.4 | 218.9 | 5.5 | -2.4 | -2.4 | -.0 | 211.0 | 216.5 | 5.5 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 15

Plan Y: CONFERENCE PROVISION #16

RATE CHANGES AND SURTAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | TAX DECREASES | | TAX INCREASES | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| | | | | | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | | |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 457. | -.001 | 32. | .100 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 5675. | -.021 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 16027. | -.072 | 2. | .000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 12299. | -.065 | 3952. | .024 | 1000. | .003 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 37066. | -.346 | 7172. | .187 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 13886. | -.125 | 43630. | 1.640 | 582. | .027 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 74. | -.002 | 20150. | 2.107 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1785. | 1.222 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 166. | .064 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 85483. | -.632 | 76888. | 6.143 | 1582. | .029 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 430. | -.000 | 0. | 0.000 | 430. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 426. | -.001 | 0. | 0.000 | 426. | -.001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 139. | -.000 | 0. | 0.000 | 139. | -.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 227. | -.002 | 0. | 0.000 | 227. | -.002 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 1222. | -.003 | 0. | 0.000 | 1222. | -.003 |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 886. | -.001 | 32. | .100 | 430. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 6101. | -.022 | 0. | 0.000 | 426. | -.001 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 16165. | -.072 | 2. | .000 | 139. | -.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 12299. | -.065 | 3952. | .024 | 1000. | .003 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 37066. | -.346 | 7172. | .187 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 14114. | -.128 | 43630. | 1.640 | 810. | .025 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 74. | -.002 | 20150. | 2.107 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1785. | 1.222 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 166. | .064 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 86705. | -.635 | 76888. | 6.143 | 2804. | .026 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 28.6 | 28.6 | -103.9 | -100.4 | 3.6 | 65.3 | 66.6 | 1.3 |
| 5000 (10000 | 226 | 56.7 | 51.3 | 51.3 | 398.3 | 401.4 | 3.0 | 219.4 | 221.9 | 2.5 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 567.9 | 570.6 | 2.6 | 256.9 | 258.5 | 1.6 |
| 15000 (20000 | 125 | 39.1 | 35.4 | 35.4 | 633.0 | 637.0 | 4.0 | 384.5 | 388.0 | 3.5 |
| 20000 (30000 | 198 | 57.8 | 54.4 | 54.6 | 1296.7 | 1318.8 | 22.1 | 781.1 | 801.4 | 20.3 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2267.0 | 2286.1 | 19.1 | 1510.6 | 1527.3 | 16.7 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1234.9 | 1285.0 | 50.1 | 831.1 | 879.2 | 48.1 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 300.9 | 344.8 | 43.8 | 198.1 | 241.2 | 43.1 |
| 200000 (***** | 71 | .3 | .3 | .3 | 128.3 | 173.1 | 44.8 | 68.7 | 112.4 | 43.7 |
| TOTALS | 1699 | 345.6 | 291.3 | 291.6 | 6723.2 | 6916.4 | 193.2 | 4315.8 | 4496.5 | 180.7 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.7 | 11.9 | 35.5 | 34.9 | 19.5 | 20.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.2 | 11.2 | 106.6 | 107.1 | 72.4 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.7 | 26.5 | 226.5 | 227.1 | 85.0 | 85.5 | 2.7 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 20.8 | 20.8 | 190.0 | 190.5 | 78.8 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 47.1 | 47.1 | 357.0 | 358.6 | 166.2 | 166.4 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 58.6 | 58.8 | 557.1 | 559.5 | 203.5 | 203.5 | .7 | .7 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 337.0 | 338.8 | 74.8 | 75.0 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 95.5 | 96.2 | 7.7 | 7.7 | .1 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 58.6 | 59.7 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 199.9 | 201.1 | 1963.8 | 1972.4 | 700.9 | 710.9 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 1.9 | 2.0 | .1 | 0.0 | 0.0 | 0.0 | 1.9 | 2.0 | .1 |
| 5000 (10000 | 6.4 | 6.5 | .1 | -.2 | -.2 | 0.0 | 6.2 | 6.3 | .1 |
| 10000 (15000 | 7.8 | 7.8 | .0 | -1.8 | -1.8 | -.0 | 6.0 | 6.0 | .0 |
| 15000 (20000 | 14.9 | 15.1 | .2 | -.4 | -.4 | 0.0 | 14.6 | 14.7 | .2 |
| 20000 (30000 | 33.5 | 34.6 | 1.1 | 0.0 | 0.0 | 0.0 | 33.5 | 34.6 | 1.1 |
| 30000 (50000 | 80.9 | 82.1 | 1.3 | 0.0 | 0.0 | 0.0 | 80.9 | 82.1 | 1.3 |
| 50000 (100000 | 51.1 | 55.4 | 4.4 | -.0 | -.0 | 0.0 | 51.0 | 55.4 | 4.4 |
| 100000 (200000 | 15.7 | 20.0 | 4.3 | 0.0 | 0.0 | 0.0 | 15.7 | 20.0 | 4.3 |
| 200000 (***** | 6.7 | 11.5 | 4.7 | 0.0 | 0.0 | 0.0 | 6.7 | 11.5 | 4.7 |
| TOTALS | 218.9 | 235.1 | 16.1 | -2.4 | -2.4 | -.0 | 216.5 | 232.7 | 16.1 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS #1 - 16

Plan Y: CONFERENCE PROVISION #17

REPEAL CAPITAL GAINS EXCLUSION

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 8. | .003 | 0. | 0.000 | 469. | .112 | 387. | .003 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2448. | .034 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 631. | -.040 | 4484. | .044 | 139. | .005 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2964. | .096 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 5. | .004 | 607. | -.010 | 7797. | 1.075 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1864. | -.017 | 8688. | 1.129 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 68. | 1.210 | 572. | -.025 | 5014. | 4.399 | 55. | .042 |
| 100000 (200000 | 0. | 0.000 | 3. | .027 | 50. | -.003 | 1555. | 4.328 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 8. | .770 | 6. | -.000 | 252. | 4.721 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 92. | 2.015 | 3730. | -.095 | 33671. | 15.937 | 581. | .051 |
| ***** (5000 | 0. | 0.000 | 1. | .000 | 0. | 0.000 | 1505. | .001 | 1583. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1969. | .049 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1339. | .022 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 1397. | .059 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 481. | .014 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 73. | -.000 | 438. | .142 | 206. | .124 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 1. | .000 | 73. | -.000 | 7129. | .287 | 1788. | .124 |
| ***** (5000 | 0. | 0.000 | 9. | .003 | 0. | 0.000 | 1974. | .113 | 1969. | .003 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4416. | .083 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 631. | -.040 | 5823. | .066 | 139. | .005 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 4361. | .155 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 5. | .004 | 607. | -.010 | 8279. | 1.088 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 1937. | -.017 | 9127. | 1.271 | 206. | .124 |
| 50000 (100000 | 0. | 0.000 | 68. | 1.210 | 572. | -.025 | 5014. | 4.399 | 55. | .042 |
| 100000 (200000 | 0. | 0.000 | 3. | .027 | 50. | -.003 | 1555. | 4.328 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 8. | .770 | 6. | -.000 | 252. | 4.721 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 93. | 2.015 | 3803. | -.095 | 40000. | 16.224 | 2369. | .175 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

Income Classifier: FEDERAL PLAN X AGI

PROVISIONS #1 - 17

Plan Y: CONFERENCE PROVISION #18

Data for: FEDERAL FILERS ONLY

REVISED MINIMUM TAX

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 28.6 | 28.6 | -100.4 | -100.4 | 0.0 | 66.6 | 66.0 | -.6 |
| 5000 (10000 | 226 | 56.7 | 51.3 | 51.3 | 401.4 | 401.4 | 0.0 | 221.9 | 221.9 | 0.0 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 570.6 | 570.6 | 0.0 | 258.5 | 258.5 | 0.0 |
| 15000 (20000 | 125 | 39.1 | 35.4 | 35.4 | 637.0 | 637.0 | 0.0 | 388.0 | 388.0 | 0.0 |
| 20000 (30000 | 198 | 57.8 | 54.6 | 54.6 | 1318.8 | 1318.8 | 0.0 | 801.4 | 801.4 | 0.0 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2286.1 | 2286.1 | 0.0 | 1527.3 | 1526.6 | -.7 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1285.0 | 1285.0 | 0.0 | 879.2 | 878.2 | -1.0 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 344.8 | 344.8 | 0.0 | 241.2 | 239.3 | -1.9 |
| 200000 (***** | 71 | .3 | .3 | .3 | 173.1 | 173.1 | 0.0 | 112.4 | 110.5 | -2.0 |
| TOTALS | 1699 | 345.6 | 291.6 | 291.6 | 6916.4 | 6916.4 | 0.0 | 4496.5 | 4490.3 | -6.2 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 11.9 | 11.9 | 34.9 | 35.5 | 20.5 | 20.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.2 | 11.2 | 187.1 | 187.1 | 72.4 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.5 | 26.5 | 227.1 | 227.1 | 85.5 | 85.5 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 20.8 | 20.8 | 190.5 | 190.5 | 78.8 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 47.1 | 47.1 | 358.6 | 358.6 | 166.4 | 166.4 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 58.8 | 58.8 | 559.5 | 560.1 | 203.5 | 203.5 | .7 | .7 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 338.8 | 339.8 | 75.0 | 75.0 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 96.2 | 98.1 | 7.7 | 7.7 | .1 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 59.7 | 61.6 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 201.1 | 201.1 | 1972.4 | 1978.6 | 710.9 | 710.9 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.0 | 2.0 | -.1 | 0.0 | 0.0 | 0.0 | 2.0 | 2.0 | -.1 |
| 5000 (10000 | 6.5 | 6.5 | 0.0 | -.2 | -.2 | 0.0 | 6.3 | 6.3 | 0.0 |
| 10000 (15000 | 7.8 | 7.8 | 0.0 | -1.8 | -1.8 | 0.0 | 6.0 | 6.0 | 0.0 |
| 15000 (20000 | 15.1 | 15.1 | 0.0 | -.4 | -.4 | 0.0 | 14.7 | 14.7 | 0.0 |
| 20000 (30000 | 34.6 | 34.6 | 0.0 | 0.0 | 0.0 | 0.0 | 34.6 | 34.6 | 0.0 |
| 30000 (50000 | 82.1 | 82.0 | -.1 | 0.0 | 0.0 | 0.0 | 82.1 | 82.0 | -.1 |
| 50000 (100000 | 55.4 | 55.3 | -.1 | -.0 | -.0 | 0.0 | 55.4 | 55.3 | -.1 |
| 100000 (200000 | 20.0 | 19.8 | -.2 | 0.0 | 0.0 | 0.0 | 20.0 | 19.8 | -.2 |
| 200000 (***** | 11.5 | 11.3 | -.2 | 0.0 | 0.0 | 0.0 | 11.5 | 11.3 | -.2 |
| TOTALS | 235.1 | 234.4 | -.7 | -2.4 | -2.4 | 0.0 | 232.7 | 232.0 | -.7 |

Policy Economics Group Personal Income Tax Model

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 17

Plan Y: CONFERENCE PROVISION 010

REVISED MINIMUM TAX

Income Classifier: FEDERAL PLAN X AGI

Data for: ALL RETURNS

1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 0. | 0.000 | 38. | -.066 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 218. | -.074 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1666. | -.185 | 53. | .002 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 887. | -.202 | 4. | .001 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 168. | -.213 | 0. | 0.000 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 2976. | -.661 | 57. | .002 | 0. | 0.000 |
| ***** (5000 | 1. | -.000 | 0. | 0.000 | 1. | -.000 | 0. | 0.000 | 1. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 1. | -.000 | 0. | 0.000 | 1. | -.000 | 0. | 0.000 | 1. | -.000 |
| ***** (5000 | 1. | -.000 | 0. | 0.000 | 39. | -.066 | 0. | 0.000 | 1. | -.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 218. | -.074 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 1666. | -.185 | 53. | .002 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 887. | -.202 | 4. | .001 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 168. | -.213 | 0. | 0.000 | 0. | 0.000 |
| ALL RETURNS, Total | 1. | -.000 | 0. | 0.000 | 2977. | -.661 | 57. | .002 | 1. | -.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CONFERENCE BILL

PROVISIONS 01 - 18

Plan Y: CONFERENCE RUN 019

BEHAVIORAL ADJUSTMENT TO CHARITABLE

Income Classifier: FEDERAL PLAN X AGI

Data for: FEDERAL FILERS ONLY

1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 28.6 | 28.6 | -100.4 | -100.4 | 0.0 | 66.0 | 66.0 | -0.0 |
| 5000 (10000 | 226 | 56.7 | 51.3 | 51.3 | 401.4 | 401.4 | 0.0 | 221.9 | 221.9 | .1 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 570.6 | 570.6 | 0.0 | 258.5 | 259.1 | .7 |
| 15000 (20000 | 125 | 39.1 | 35.4 | 35.4 | 637.0 | 637.0 | 0.0 | 388.0 | 389.1 | 1.1 |
| 20000 (30000 | 198 | 57.8 | 54.6 | 54.6 | 1318.8 | 1318.8 | 0.0 | 801.4 | 802.8 | 1.4 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2286.1 | 2286.1 | .0 | 1526.6 | 1529.9 | 3.3 |
| 50000 (100000 | 196 | 21.9 | 21.6 | 21.6 | 1285.0 | 1285.0 | 0.0 | 878.2 | 879.4 | 1.2 |
| 100000 (200000 | 119 | 2.5 | 2.5 | 2.5 | 344.8 | 344.8 | 0.0 | 239.3 | 240.0 | .7 |
| 200000 (***** | 71 | .3 | .3 | .3 | 173.1 | 173.1 | 0.0 | 110.5 | 112.8 | 2.4 |
| TOTALS | 1699 | 345.6 | 291.6 | 291.6 | 6916.4 | 6916.4 | .0 | 4490.3 | 4501.0 | 10.8 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 11.9 | 11.9 | 35.5 | 35.5 | 20.5 | 20.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 11.2 | 11.2 | 107.1 | 107.0 | 72.4 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 26.5 | 26.5 | 227.1 | 226.4 | 85.5 | 85.5 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 20.8 | 20.8 | 190.5 | 189.4 | 78.8 | 78.8 | 1.6 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 47.1 | 47.1 | 358.6 | 357.2 | 166.4 | 166.4 | .7 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 58.8 | 58.8 | 560.1 | 556.9 | 203.5 | 203.5 | .7 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 339.8 | 338.6 | 75.0 | 75.0 | .9 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 90.1 | 97.4 | 7.7 | 7.7 | .1 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 61.6 | 59.2 | 1.0 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 201.1 | 201.1 | 1978.6 | 1967.8 | 710.9 | 710.9 | 7.0 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 2.0 | 2.0 | -0.0 | 0.0 | 0.0 | 0.0 | 2.0 | 2.0 | -0.0 |
| 5000 (10000 | 6.5 | 6.5 | .0 | -0.2 | -0.2 | 0.0 | 6.3 | 6.3 | .0 |
| 10000 (15000 | 7.8 | 7.9 | .0 | -1.0 | -1.0 | .0 | 6.8 | 6.9 | .0 |
| 15000 (20000 | 15.1 | 15.1 | .1 | -0.4 | -0.4 | 0.0 | 14.7 | 14.8 | .1 |
| 20000 (30000 | 34.6 | 34.7 | .1 | 0.0 | 0.0 | 0.0 | 34.6 | 34.7 | .1 |
| 30000 (50000 | 82.0 | 82.3 | .3 | 0.0 | 0.0 | 0.0 | 82.0 | 82.3 | .3 |
| 50000 (100000 | 55.3 | 55.4 | .1 | -0.0 | -0.0 | .0 | 55.3 | 55.4 | .1 |
| 100000 (200000 | 19.8 | 19.9 | .1 | 0.0 | 0.0 | 0.0 | 19.8 | 19.9 | .1 |
| 200000 (***** | 11.3 | 11.5 | .3 | 0.0 | 0.0 | 0.0 | 11.3 | 11.5 | .3 |
| TOTALS | 234.4 | 235.3 | .9 | -2.4 | -2.4 | .0 | 232.0 | 232.9 | .9 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CONFERENCE BILL
PROVISIONS 01 - 18

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE RUN #19
BEHAVIORAL ADJUSTMENT TO CHARITABLE

Data for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.002 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2748. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18967. | .026 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16108. | .057 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 35633. | .091 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 84. | -.002 | 43358. | .264 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19098. | .113 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 4. | -.000 | 1553. | .075 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 256. | .261 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 117. | -.005 | 137721. | .889 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| +++++++ (5000 | 0. | 0.000 | 0. | 0.000 | 29. | -.002 | 0. | 0.000 | 0. | 0.000 |
| 5000 (10000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 2748. | .002 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 18967. | .026 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 16108. | .057 | 0. | 0.000 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 35633. | .091 | 0. | 0.000 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 84. | -.002 | 43358. | .264 | 0. | 0.000 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 19098. | .113 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 4. | -.000 | 1553. | .075 | 0. | 0.000 |
| 200000 (+++++++ | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 256. | .261 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 0. | 0.000 | 117. | -.005 | 137721. | .889 | 0. | 0.000 |

STATE TAX LIABILITY FOR: MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: FEDERAL FILERS ONLY
1989 Levels of Income

| INCOME CLASS (DOLLARS) | NUMBER OF RETURNS | | TAXABLE RETURNS | | ADJUSTED GROSS INCOME | | | TAXABLE INCOME | | |
|---------------------------|-------------------|----------------------|-------------------|-------------------|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | SAMPLE (UNITS) | AGGREGATE (000'S) | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | 374 | 54.8 | 24.6 | 28.6 | -132.3 | -100.4 | 31.9 | 35.2 | 66.0 | 30.8 |
| 5000 (10000 | 226 | 56.7 | 50.0 | 51.3 | 383.6 | 401.4 | 17.7 | 186.7 | 221.9 | 35.3 |
| 10000 (15000 | 162 | 48.3 | 34.3 | 34.3 | 547.1 | 570.6 | 23.4 | 223.9 | 259.1 | 35.2 |
| 15000 (20000 | 125 | 39.1 | 34.1 | 35.4 | 610.0 | 637.0 | 27.0 | 353.9 | 389.1 | 35.2 |
| 20000 (30000 | 198 | 57.8 | 52.8 | 54.6 | 1278.7 | 1318.8 | 40.1 | 694.3 | 802.8 | 108.5 |
| 30000 (50000 | 228 | 64.2 | 63.0 | 63.0 | 2215.5 | 2286.1 | 70.6 | 1376.0 | 1529.9 | 153.9 |
| 50000 (100000 | 196 | 21.9 | 21.5 | 21.6 | 1197.1 | 1285.0 | 87.9 | 756.3 | 879.4 | 123.1 |
| 100000 (200000 | 119 | 2.5 | 2.4 | 2.5 | 288.1 | 344.8 | 56.7 | 177.3 | 240.0 | 62.7 |
| 200000 (***** | 71 | .3 | .3 | .3 | 115.4 | 173.1 | 57.7 | 52.4 | 112.8 | 60.4 |
| TOTALS | 1699 | 345.6 | 282.9 | 291.6 | 6503.2 | 6916.4 | 413.3 | 3855.9 | 4501.0 | 645.1 |

| INCOME CLASS (DOLLARS) | ITEMIZED RETURNS | | DEDUCTIONS | | EXEMPTIONS | | STATE TAX CREDITS | | MINTAX | |
|---------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | PLAN X (000'S) | PLAN Y (000'S) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) |
| ***** (5000 | 10.2 | 11.9 | 28.7 | 35.5 | 41.9 | 20.5 | .0 | .0 | 0.0 | 0.0 |
| 5000 (10000 | 7.5 | 11.2 | 102.9 | 107.0 | 94.1 | 72.4 | .2 | .2 | 0.0 | 0.0 |
| 10000 (15000 | 25.9 | 26.5 | 223.2 | 226.4 | 100.5 | 85.5 | 2.8 | 2.8 | 0.0 | 0.0 |
| 15000 (20000 | 23.8 | 20.8 | 189.5 | 189.4 | 88.0 | 78.8 | 1.9 | 1.6 | 0.0 | 0.0 |
| 20000 (30000 | 48.7 | 47.1 | 416.6 | 357.2 | 176.8 | 166.4 | 1.3 | .7 | 0.0 | 0.0 |
| 30000 (50000 | 62.4 | 58.0 | 636.1 | 556.9 | 208.7 | 203.5 | .9 | .6 | 0.0 | 0.0 |
| 50000 (100000 | 21.9 | 21.9 | 371.0 | 338.6 | 78.0 | 75.0 | 1.4 | .9 | 0.0 | 0.0 |
| 100000 (200000 | 2.5 | 2.5 | 102.4 | 97.4 | 8.8 | 7.7 | .4 | .1 | 0.0 | 0.0 |
| 200000 (***** | .3 | .3 | 61.8 | 59.2 | 1.2 | 1.0 | .0 | .0 | 0.0 | 0.0 |
| TOTALS | 203.1 | 201.1 | 2132.1 | 1967.8 | 798.0 | 710.9 | 9.1 | 7.0 | 0.0 | 0.0 |

| INCOME CLASS (DOLLARS) | TAX (POSITIVE PORTION) | | | OUTLAYS (NEGATIVE PORTION) | | | TAX (NET OF OUTLAYS) | | |
|---------------------------|------------------------|--------------------|--------------------|----------------------------|--------------------|--------------------|----------------------|--------------------|--------------------|
| | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) | PLAN X (\$ MIL) | PLAN Y (\$ MIL) | CHANGE (\$ MIL) |
| ***** (5000 | .7 | 2.0 | 1.2 | 0.0 | 0.0 | 0.0 | .7 | 2.0 | 1.2 |
| 5000 (10000 | 5.2 | 6.5 | 1.3 | -.2 | -.2 | 0.0 | 5.1 | 6.3 | 1.3 |
| 10000 (15000 | 6.9 | 7.9 | 1.0 | -2.2 | -1.8 | .4 | 4.7 | 6.0 | 1.4 |
| 15000 (20000 | 13.1 | 15.1 | 2.0 | -.4 | -.4 | 0.0 | 12.8 | 14.8 | 2.0 |
| 20000 (30000 | 28.5 | 34.7 | 6.2 | 0.0 | 0.0 | 0.0 | 28.5 | 34.7 | 6.2 |
| 30000 (50000 | 70.3 | 82.3 | 12.0 | -.0 | 0.0 | .0 | 70.3 | 82.3 | 12.0 |
| 50000 (100000 | 44.7 | 55.4 | 10.8 | -.1 | -.0 | .0 | 44.6 | 55.4 | 10.8 |
| 100000 (200000 | 13.4 | 19.9 | 6.5 | 0.0 | 0.0 | 0.0 | 13.4 | 19.9 | 6.5 |
| 200000 (***** | 5.0 | 11.5 | 6.5 | 0.0 | 0.0 | 0.0 | 5.0 | 11.5 | 6.5 |
| TOTALS | 187.8 | 235.3 | 47.5 | -2.8 | -2.4 | .4 | 185.0 | 232.9 | 47.9 |

DISTRIBUTION OF STATE TAX CHANGE AND NUMBER OF RETURNS AFFECTED FOR MONTANA

Plan X: CURRENT 1989 LAW

Income Classifier: FEDERAL PLAN X AGI

Plan Y: CONFERENCE BILL
ALL PROPOSALSData for: ALL RETURNS
1989 Levels of Income

| INCOME CLASS (DOLLARS) | PRESENTLY TAXABLE RETURNS MADE NONTAXABLE | | PRESENTLY NONTAXABLE RETURNS MADE TAXABLE | | RETURNS WITH A CHANGE IN TAX LIABILITY | | | | RETURNS WHICH CHANGED THEIR TYPE OF DEDUCTION | |
|-------------------------------|-------------------------------------------------|------------------------------------------|-------------------------------------------------|------------------------------------------|----------------------------------------|------------------------------------------|------------------------------------|------------------------------------------|-----------------------------------------------------|----------------------------------------|
| | | | | | TAX DECREASES | | TAX INCREASES | | | |
| | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX DECREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX INCREASE (\$ MIL) | NUMBER OF RETURNS (UNITS) | AMOUNT OF TAX CHANGE (\$ MIL) |
| ***** (5000 | 0. | 0.000 | 130. | .001 | 0. | 0.000 | 893. | .013 | 403. | .001 |
| 5000 (10000 | 0. | 0.000 | 1230. | .027 | 0. | 0.000 | 4101. | .127 | 0. | 0.000 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 631. | -.040 | 20769. | .918 | 0. | 0.000 |
| 15000 (20000 | 0. | 0.000 | 1292. | .196 | 0. | 0.000 | 22006. | 1.638 | 4000. | .063 |
| 20000 (30000 | 0. | 0.000 | 1635. | .006 | 0. | 0.000 | 46213. | 5.829 | 2223. | .342 |
| 30000 (50000 | 0. | 0.000 | 68. | .117 | 51. | -.000 | 61447. | 11.930 | 3912. | .399 |
| 50000 (100000 | 0. | 0.000 | 90. | 1.372 | 0. | 0.000 | 21929. | 10.786 | 55. | .060 |
| 100000 (200000 | 0. | 0.000 | 80. | 2.230 | 0. | -.000 | 2473. | 6.459 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 17. | 1.415 | 15. | -.005 | 275. | 6.537 | 0. | 0.000 |
| ITEMIZE, Total | 0. | 0.000 | 4540. | 5.445 | 697. | -.045 | 180187. | 44.236 | 10592. | .866 |
| ***** (5000 | 0. | 0.000 | 3535. | .712 | 0. | 0.000 | 21723. | 1.212 | 2161. | .656 |
| 5000 (10000 | 0. | 0.000 | 142. | .005 | 0. | 0.000 | 27449. | 1.150 | 3790. | .207 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 83. | -.001 | 8290. | .496 | 686. | .031 |
| 15000 (20000 | 0. | 0.000 | 0. | 0.000 | 88. | -.001 | 5843. | .379 | 1044. | .039 |
| 20000 (30000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 5366. | .360 | 625. | .044 |
| 30000 (50000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 754. | .070 | 306. | .005 |
| 50000 (100000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 100000 (200000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 | 0. | 0.000 |
| NON-ITEMIZE, Total | 0. | 0.000 | 3677. | .717 | 171. | -.001 | 69425. | 3.667 | 8611. | .981 |
| ***** (5000 | 0. | 0.000 | 3665. | .713 | 0. | 0.000 | 22617. | 1.224 | 2564. | .657 |
| 5000 (10000 | 0. | 0.000 | 1371. | .032 | 0. | 0.000 | 31551. | 1.277 | 3790. | .207 |
| 10000 (15000 | 0. | 0.000 | 0. | 0.000 | 714. | -.040 | 29859. | 1.414 | 686. | .031 |
| 15000 (20000 | 0. | 0.000 | 1292. | .196 | 88. | -.001 | 27929. | 2.017 | 5043. | .102 |
| 20000 (30000 | 0. | 0.000 | 1635. | .006 | 0. | 0.000 | 51579. | 6.189 | 2847. | .386 |
| 30000 (50000 | 0. | 0.000 | 68. | .117 | 51. | -.000 | 62200. | 12.000 | 4217. | .404 |
| 50000 (100000 | 0. | 0.000 | 90. | 1.372 | 0. | 0.000 | 21929. | 10.786 | 55. | .060 |
| 100000 (200000 | 0. | 0.000 | 80. | 2.230 | 0. | -.000 | 2473. | 6.459 | 0. | 0.000 |
| 200000 (***** | 0. | 0.000 | 17. | 1.415 | 15. | -.005 | 275. | 6.537 | 0. | 0.000 |
| ALL RETURNS, Total | 0. | 0.000 | 8217. | 6.162 | 868. | -.046 | 249612. | 47.903 | 19203. | 1.847 |

ACCOPRESS®

| | |
|-------|---------------|
| 25071 | BLACK |
| 25072 | LIGHT BLUE |
| 25073 | DARK BLUE |
| 25074 | LIGHT GRAY |
| 25075 | LIGHT GREEN |
| 25076 | DARK GREEN |
| 25077 | TANGERINE |
| 25078 | RED |
| 25079 | EXECUTIVE RED |
| 25070 | YELLOW |

GENUINE PRESSBOARD

AGCO INTERNATIONAL INC.
CHICAGO, ILLINOIS 60619

